



QUARTERLY STATEMENT

AS OF JUNE 30, 2010
OF THE CONDITION AND AFFAIRS OF THE

CareFirst BlueChoice, Inc.

NAIC Group Code	00380	00380	NAIC Company Code	96202	Employer's ID Number	52-1358219
	(Current Period)	(Prior Period)				
Organized under the Laws of	District of Columbia		State of Domicile or Port of Entry	District of Columbia		
Country of Domicile	United States					
Licensed as business type:	Life, Accident & Health []		Property/Casualty []		Hospital, Medical & Dental Service or Indemnity []	
	Dental Service Corporation []		Vision Service Corporation []		Health Maintenance Organization [X]	
	Other []				Is HMO, Federally Qualified? Yes [] No [X]	
Incorporated/Organized	06/22/1984		Commenced Business	03/01/1985		
Statutory Home Office	840 First Street, NE		Washington, DC 20065			
	(Street and Number)		(City or Town, State and Zip Code)			
Main Administrative Office	10455 Mill Run Circle		Owings Mills, MD 21117	410-581-3000		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Mail Address	10455 Mill Run Circle		Owings Mills, MD 21117			
	(Street and Number or P.O. Box)		(City or Town, State and Zip Code)			
Primary Location of Books and Records	10455 Mill Run Circle		Owings Mills, MD 21117	410-998-7011		
	(Street and Number)		(City or Town, State and Zip Code)	(Area Code) (Telephone Number)		
Internet Web Site Address	www.carefirst.com					
Statutory Statement Contact	William Vincent Stack		410-998-7011			
	(Name)		(Area Code) (Telephone Number) (Extension)			
	bill.stack@carefirst.com		410-998-6850			
	(E-mail Address)		(FAX Number)			

OFFICERS

Name	Title	Name	Title
Jon Paul Shematek M.D.	President	Lisa Marlene Myers	Secretary
Jeanne Ann Kennedy	Treasurer	Joseph Petralia	Assistant Secretary

OTHER OFFICERS

Gregory Allen Devou	EVP, Chief Mktg Officer	Gregory Mark Chaney	EVP, CFO
Gwendolyn Denise Skillern	SVP, General Auditor	Michael John Felber	SVP, Sales
Maria Harris Tildon	SVP, Public Policy	Rita Ann Costello	SVP, Strategic Marketing
Fred Adrian Walton Plumb	SVP, ASU-FEP	Kenny Waitem Kan	SVP, Chief Actuary
			SVP, Strategic Managed Care Initiatives
Michael Bruce Edwards	SVP, Networks Mgmt	Kevin Charles O'Neill	SVP, ASU-Small & Medium Groups
Andrew Francis Sullivan	SVP, ASU-Consumer Direct	Steven Jon Margolis	SVP, Technical & Ops Support
Michael Thomas Avotins #	SVP, ASU -Large Groups	Gregory James Maguire #	

DIRECTORS OR TRUSTEES

Jon Paul Shematek M.D.	Gregory Mark Chaney	Gregory Allen Devou	John Anthony Picciotto
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State of
County of ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Jon Paul Shematek M.D. President	Lisa Marlene Myers Secretary	Jeanne Ann Kennedy Treasurer
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Subscribed and sworn to before me this
day of ,

a. Is this an original filing?	Yes [X] No []
b. If no:	
1. State the amendment number	0
2. Date filed	
3. Number of pages attached	0

ASSETS

	Current Statement Date			4
	1	2	3	December 31 Prior Year Net Admitted Assets
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	571,291,497		571,291,497	448,163,754
2. Stocks:				
2.1 Preferred stocks	2,222,605		2,222,605	2,834,916
2.2 Common stocks	51,172,819		51,172,819	40,687,863
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$ (12,631,029)), cash equivalents (\$ 0) and short-term investments (\$ 28,953,346)	16,322,318		16,322,318	72,814,598
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives			0	
8. Other invested assets	0		0	0
9. Receivables for securities			0	0
10. Aggregate write-ins for invested assets	0	0	0	1,000,000
11. Subtotals, cash and invested assets (Lines 1 to 10)	641,009,239	0	641,009,239	565,501,131
12. Title plants less \$ charged off (for Title insurers only)			0	0
13. Investment income due and accrued	4,204,833		4,204,833	4,297,669
14. Premiums and considerations:				
14.1 Uncollected premiums and agents' balances in the course of collection	52,224,440	5,460,601	46,763,839	52,335,871
14.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)			0	0
14.3 Accrued retrospective premiums			0	0
15. Reinsurance:				
15.1 Amounts recoverable from reinsurers			0	0
15.2 Funds held by or deposited with reinsured companies			0	0
15.3 Other amounts receivable under reinsurance contracts	782,436		782,436	844,106
16. Amounts receivable relating to uninsured plans			0	0
17.1 Current federal and foreign income tax recoverable and interest thereon			0	0
17.2 Net deferred tax asset	17,927,616	10,305,249	7,622,367	7,057,362
18. Guaranty funds receivable or on deposit			0	0
19. Electronic data processing equipment and software			0	0
20. Furniture and equipment, including health care delivery assets (\$)			0	0
21. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
22. Receivables from parent, subsidiaries and affiliates	43,604,218		43,604,218	18,789,475
23. Health care (\$ 46,154,463) and other amounts receivable	55,338,207	3,168,209	52,169,998	59,113,426
24. Aggregate write-ins for other than invested assets	325,140	0	325,140	1,285,957
25. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 11 to 24)	815,416,129	18,934,059	796,482,070	709,224,997
26. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
27. Total (Lines 25 and 26)	815,416,129	18,934,059	796,482,070	709,224,997
DETAILS OF WRITE-INS				
1001. Receivable relating to sale of Howard County MRI			0	1,000,000
1002.			0	0
1003.			0	0
1098. Summary of remaining write-ins for Line 10 from overflow page	0	0	0	0
1099. Totals (Lines 1001 through 1003 plus 1098) (Line 10 above)	0	0	0	1,000,000
2401. State Tax Recoverable	325,140		325,140	1,285,957
2402.			0	0
2403.				
2498. Summary of remaining write-ins for Line 24 from overflow page	0	0	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	325,140	0	325,140	1,285,957

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$0 reinsurance ceded).....	187,206,983	7,166,785	194,373,768	135,658,896
2. Accrued medical incentive pool and bonus amounts			0	0
3. Unpaid claims adjustment expenses	5,140,219	196,781	5,337,000	5,037,000
4. Aggregate health policy reserves	6,015,534		6,015,534	9,986,054
5. Aggregate life policy reserves			0	0
6. Property/casualty unearned premium reserve			0	0
7. Aggregate health claim reserves			0	0
8. Premiums received in advance	47,427,989		47,427,989	41,298,508
9. General expenses due or accrued	21,199,287		21,199,287	30,275,453
10.1 Current federal and foreign income tax payable and interest thereon (including \$1,599,772 on realized gains (losses))	5,268,291		5,268,291	2,532,718
10.2 Net deferred tax liability.....			0	0
11. Ceded reinsurance premiums payable			0	0
12. Amounts withheld or retained for the account of others	2,368,104		2,368,104	37,922
13. Remittances and items not allocated			0	0
14. Borrowed money (including \$ current) and interest thereon \$ (including \$ current)			0	0
15. Amounts due to parent, subsidiaries and affiliates	1,068,372		1,068,372	12,441,732
16. Derivatives.....			0	
17. Payable for securities			0	0
18. Funds held under reinsurance treaties (with \$ authorized reinsurers and \$unauthorized reinsurers)			0	0
19. Reinsurance in unauthorized companies			0	0
20. Net adjustments in assets and liabilities due to foreign exchange rates			0	0
21. Liability for amounts held under uninsured plans			0	0
22. Aggregate write-ins for other liabilities (including \$335,677 current)	1,307,818	0	1,307,818	1,220,244
23. Total liabilities (Lines 1 to 22).....	277,002,597	7,363,566	284,366,163	238,488,527
24. Aggregate write-ins for special surplus funds	XXX	XXX	0	0
25. Common capital stock	XXX	XXX	10,000	10,000
26. Preferred capital stock	XXX	XXX		0
27. Gross paid in and contributed surplus	XXX	XXX	50,615,750	50,615,750
28. Surplus notes	XXX	XXX		0
29. Aggregate write-ins for other than special surplus funds	XXX	XXX	0	0
30. Unassigned funds (surplus)	XXX	XXX	461,490,157	420,110,720
31. Less treasury stock, at cost: 31.1 .....shares common (value included in Line 25 \$)	XXX	XXX		0
31.2 .....shares preferred (value included in Line 26 \$)	XXX	XXX		0
32. Total capital and surplus (Lines 24 to 30 minus Line 31)	XXX	XXX	512,115,907	470,736,470
33. Total liabilities, capital and surplus (Lines 23 and 32)	XXX	XXX	796,482,070	709,224,997
DETAILS OF WRITE-INS				
2201. Reinsurance Payable.....	335,677		335,677	263,149
2202. Amounts held for escheatment to state.....	972,141		972,141	957,095
2203.				
2298. Summary of remaining write-ins for Line 22 from overflow page	0	0	0	0
2299. Totals (Lines 2201 through 2203 plus 2298) (Line 22 above)	1,307,818	0	1,307,818	1,220,244
2401.	XXX	XXX		0
2402.	XXX	XXX		0
2403.	XXX	XXX		0
2498. Summary of remaining write-ins for Line 24 from overflow page	XXX	XXX	0	0
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)	XXX	XXX	0	0
2901.	XXX	XXX		0
2902.	XXX	XXX		0
2903.	XXX	XXX		0
2998. Summary of remaining write-ins for Line 29 from overflow page	XXX	XXX	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	XXX	XXX	0	0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months	XXX	3,224,401	3,410,097	6,452,603
2. Net premium income (including \$ non-health premium income)	XXX	981,260,729	932,970,222	1,874,053,739
3. Change in unearned premium reserves and reserve for rate credits	XXX	3,970,520	0	2,637,530
4. Fee-for-service (net of \$ medical expenses)	XXX		0	0
5. Risk revenue	XXX		0	0
6. Aggregate write-ins for other health care related revenues	XXX	44,432	0	63,605
7. Aggregate write-ins for other non-health revenues	XXX	0	0	0
8. Total revenues (Lines 2 to 7)	XXX	985,275,681	932,970,222	1,876,754,874
Hospital and Medical:				
9. Hospital/medical benefits	19,501,201	588,711,490	572,108,803	1,137,112,410
10. Other professional services		10,323,535	14,180,099	21,303,923
11. Outside referrals	3,282,037	3,282,037	4,483,504	8,875,246
12. Emergency room and out-of-area	5,440,560	31,347,063	46,183,288	90,853,077
13. Prescription drugs		131,806,872	124,876,004	254,079,199
14. Aggregate write-ins for other hospital and medical	0	0	0	0
15. Incentive pool, withhold adjustments and bonus amounts			0	0
16. Subtotal (Lines 9 to 15)	28,223,798	765,470,997	761,831,698	1,512,223,855
Less:				
17. Net reinsurance recoveries		(2,424,660)	(3,121,222)	(6,081,087)
18. Total hospital and medical (Lines 16 minus 17)	28,223,798	767,895,657	764,952,920	1,518,304,942
19. Non-health claims (net)			0	0
20. Claims adjustment expenses, including \$ 9,859,236 cost containment expenses		31,547,286	30,986,343	65,806,617
21. General administrative expenses		138,689,340	125,778,449	267,012,449
22. Increase in reserves for life and accident and health contracts (including \$ increase in reserves for life only)			0	0
23. Total underwriting deductions (Lines 18 through 22)	28,223,798	938,132,283	921,717,712	1,851,124,008
24. Net underwriting gain or (loss) (Lines 8 minus 23)	XXX	47,143,398	11,252,510	25,630,866
25. Net investment income earned		9,619,972	11,389,257	21,843,941
26. Net realized capital gains (losses) less capital gains tax of \$ 1,599,772		6,399,090	1,088,464	7,865,967
27. Net investment gains (losses) (Lines 25 plus 26)	0	16,019,062	12,477,721	29,709,908
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$) (amount charged off \$)]			0	0
29. Aggregate write-ins for other income or expenses	0	(68,757)	99,133	1,257,243
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29)	XXX	63,093,703	23,829,364	56,598,017
31. Federal and foreign income taxes incurred	XXX	11,636,412	2,405,870	8,186,799
32. Net income (loss) (Lines 30 minus 31)	XXX	51,457,291	21,423,494	48,411,218
DETAILS OF WRITE-INS				
0601. Other Revenue	XXX	44,432	0	63,605
0602.	XXX		0	0
0603.	XXX		0	0
0698. Summary of remaining write-ins for Line 6 from overflow page	XXX	0	0	0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above)	XXX	44,432	0	63,605
0701.	XXX		0	0
0702.	XXX		0	0
0703.	XXX		0	0
0798. Summary of remaining write-ins for Line 7 from overflow page	XXX	0	0	0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above)	XXX	0	0	0
1401.			0	0
1402.			0	0
1403.			0	0
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0	0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	0	0	0	0
2901. Miscellaneous Income/Expenses		(67,257)	99,133	1,257,243
2902. Fines and Penalties		(1,500)	0	0
2903.				
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	(68,757)	99,133	1,257,243

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1	2	3
	Current Year To Date	Prior Year To Date	Prior Year Ended December 31
CAPITAL AND SURPLUS ACCOUNT			
33. Capital and surplus prior reporting year.....	470,736,470	406,675,383	406,675,383
34. Net income or (loss) from Line 32	51,457,291	21,423,494	48,411,218
35. Change in valuation basis of aggregate policy and claim reserves		0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$4,481,937	(3,463,493)	(1,749,395)	7,074,075
37. Change in net unrealized foreign exchange capital gain or (loss)		0	0
38. Change in net deferred income tax	1,095,291	(916,464)	3,166,728
39. Change in nonadmitted assets	(7,709,652)	(45,183)	3,924,924
40. Change in unauthorized reinsurance	0	0	0
41. Change in treasury stock		0	0
42. Change in surplus notes	0	0	0
43. Cumulative effect of changes in accounting principles		0	308,708
44. Capital Changes:			
44.1 Paid in		0	0
44.2 Transferred from surplus (Stock Dividend)	0	0	0
44.3 Transferred to surplus		0	0
45. Surplus adjustments:			
45.1 Paid in		0	0
45.2 Transferred to capital (Stock Dividend)	0	0	0
45.3 Transferred from capital		0	0
46. Dividends to stockholders		0	0
47. Aggregate write-ins for gains or (losses) in surplus	0	1,175,434	1,175,434
48. Net change in capital and surplus (Lines 34 to 47)	41,379,437	19,887,886	64,061,087
49. Capital and surplus end of reporting period (Line 33 plus 48)	512,115,907	426,563,269	470,736,470
DETAILS OF WRITE-INS			
4701. Correction of Accounting Error.....		1,175,434	1,175,434
4702.			
4703.			
4798. Summary of remaining write-ins for Line 47 from overflow page	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	0	1,175,434	1,175,434

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	990,973,655	929,826,592	1,859,030,000
2. Net investment income	11,447,618	10,388,006	20,275,000
3. Miscellaneous income	44,432	0	0
4. Total (Lines 1 to 3)	1,002,465,705	940,214,598	1,879,305,000
5. Benefit and loss related payments	703,647,200	757,231,356	1,531,554,000
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	179,081,549	164,793,370	325,048,159
8. Dividends paid to policyholders		0	0
9. Federal and foreign income taxes paid (recovered) net of \$ 1,599,772 tax on capital gains (losses)	19,464,488	2,513,921	6,884,000
10. Total (Lines 5 through 9)	902,193,237	924,538,647	1,863,486,159
11. Net cash from operations (Line 4 minus Line 10)	100,272,468	15,675,951	15,818,841
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	535,376,032	145,165,267	617,181,172
12.2 Stocks	22,480,245	40,440,048	79,875,000
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	(679)	0	0
12.7 Miscellaneous proceeds	10,124,351	2,416,590	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	567,979,949	188,021,905	697,056,172
13. Cost of investments acquired (long-term only):			
13.1 Bonds	656,884,091	154,858,424	687,720,938
13.2 Stocks	35,644,328	17,162,213	38,203,826
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	0	0
13.6 Miscellaneous applications	169,422	2,504,423	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	692,697,841	174,525,060	725,924,764
14. Net increase (or decrease) in contract loans and premium notes	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(124,717,892)	13,496,845	(28,868,592)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0	0
16.5 Dividends to stockholders	0	0	0
16.6 Other cash provided (applied)	(32,046,854)	(3,430,005)	6,700,699
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(32,046,854)	(3,430,005)	6,700,699
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(56,492,278)	25,742,791	(6,349,052)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	72,814,598	79,163,650	79,163,650
19.2 End of period (Line 18 plus Line 19.1)	16,322,320	104,906,441	72,814,598

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION

	1	Comprehensive (Hospital & Medical)		4	5	6	7	8	9	10
		2	3							
	Total	Individual	Group	Medicare Supplement	Vision Only	Dental Only	Federal Employees Health Benefit Plan	Title XVIII Medicare	Title XIX Medicaid	Other
Total Members at end of:										
1. Prior Year	533,181	32,748	472,416	.0	.0	348	27,669	.0	.0	.0
2 First Quarter	541,554	35,878	473,540	.0	.0	296	31,840	.0	.0	.0
3 Second Quarter	530,927	33,288	464,558	.0	.0	370	32,711	.0	.0	.0
4 Third Quarter .....	.0									
5 Current Year	0									
6 Current Year Member Months	3,224,401	206,356	2,824,200			2,008	191,837			
Total Member Ambulatory Encounters for Period:										
7. Physician	1,474,195	72,691	1,295,756				105,748			
8. Non-Physician	127,019	4,130	111,378				11,511			
9. Total	1,601,214	76,821	1,407,134	0	0	0	117,259	0	0	0
10. Hospital Patient Days Incurred	48,546	1,044	42,226				5,276			
11. Number of Inpatient Admissions	14,231	355	12,693				1,183			
12. Health Premiums Written (a).....	976,897,158	34,866,825	875,455,303			4,394,514	62,180,516			
13. Life Premiums Direct .....	.0									
14. Property/Casualty Premiums Written .....	.0									
15. Health Premiums Earned	980,867,678	34,866,825	875,455,303			4,394,514	66,151,036			
16. Property/Casualty Premiums Earned .....	.0									
17. Amount Paid for Provision of Health Care Services	706,522,832	20,689,080	620,281,654			3,213,990	62,338,108			
18. Amount Incurred for Provision of Health Care Services	765,470,998	25,818,147	674,445,774			3,258,969	61,948,108			

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$

CLAIMS UNPAID AND INCENTIVE POOL, WITHHOLD AND BONUS (Reported and Unreported)

Aging Analysis of Unpaid Claims

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UNDERWRITING AND INVESTMENT EXHIBIT
ANALYSIS OF CLAIMS UNPAID-PRIOR YEAR-NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5 Claims Incurred in Prior Years (Columns 1 + 3)	6 Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1 On Claims Incurred Prior to January 1 of Current Year	2 On Claims Incurred During the Year	3 On Claims Unpaid Dec. 31 of Prior Year	4 On Claims Incurred During the Year		
1. Comprehensive (hospital and medical)	97,510,069	551,730,333	7,840,130	174,334,688	105,350,199	122,881,631
2. Medicare Supplement					0	0
3. Dental Only	615,613	5,256,331	21,636	727,314	637,249	937,265
4. Vision Only					0	0
5. Federal Employees Health Benefits Plan	8,131,207	54,206,901	352,777	11,097,223	8,483,984	11,840,000
6. Title XVIII - Medicare					0	0
7. Title XIX - Medicaid					0	0
8. Other health					0	0
9. Health subtotal (Lines 1 to 8).....	106,256,889	611,193,565	8,214,543	186,159,225	114,471,432	135,658,896
10. Health care receivables (a)		8,269,669			0	0
11. Other non-health					0	0
12. Medical incentive pools and bonus amounts					0	0
13. Totals	106,256,889	602,923,896	8,214,543	186,159,225	114,471,432	135,658,896

(a) Excludes \$40,496,100 loans or advances to providers not yet expensed.

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. Accounting Practices

The financial statements of CareFirst BlueChoice Inc. (CFBC or the Company) are presented on the basis of accounting practices prescribed or permitted by the District of Columbia Department of Insurance, Securities, and Banking (DISB).

The DISB recognizes only statutory accounting practices prescribed or permitted by the District of Columbia for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the District of Columbia Insurance Law. The National Association of Insurance Commissioners' (NAIC) *Accounting Practices and Procedures* manual (NAIC SAP) has been adopted as a component of prescribed practices by the District of Columbia. The Company does not utilize any permitted practices.

For the six months ending June 30, 2010 and 2009, there were no differences in net income and surplus between NAIC SAP and practices prescribed by the District of Columbia.

B. Use of Estimates in the Preparation of the Financial Statements

No change.

C. Accounting Policy

No change.

2. Accounting Changes and Corrections of Errors

None.

3. Business Combinations and Goodwill

Not applicable.

4. Discontinued Operations

Not applicable.

5. Investments

A. Mortgage Loans

None.

B. Debt Restructuring

None.

C. Reverse Mortgages

None.

D. Loan-backed Securities

- (1)

The Company records its investment in loan-backed securities using the prospective adjustment method. Prepayment assumptions for single and multi-class mortgage-backed/other asset-backed securities are obtained from broker survey values. The Company uses IDC to determine the market value for such securities.
- (2)

The Company does not have any mortgage-backed/other-asset backed securities which are other-than-temporarily impaired where the Company intends to sell, or does not have the intent and ability to hold until recovery.
- (3)

For the quarter ended June 30, 2010, the Company recognized other than temporary impairment (OTTI) in mortgage-backed/other-asset backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities.

The following table lists each security at the CUSIP level, currently held by the Company, where the present value of cash flows expected to be collected is less than the amortized cost basis (in thousands):

CUSIP	Amortized Cost Before Current Period OTTI	Projected Cash Flows	Current Period Recognized OTTI	Amortized Cost After OTTI	Fair Value at time of OTTI	Financial Statement Reporting Period
87222E-AC-2	2,125	1,998	127	1,998	1,949	June 30, 2010
87222P-AC-7	896	853	43	853	615	June 30, 2010
Total for the quarter ended June 30, 2010	\$ 3,021	\$ 2,851	\$ 170	\$ 2,851	\$ 2,564	

NOTES TO FINANCIAL STATEMENTS

For the quarter ended March 31, 2010, the Company did not recognize other than temporary impairment (OTTI) in mortgage-backed/other-asset backed securities that the Company has the intent to hold, but does not expect to recover the entire amortized cost basis of the securities.

CUSIP	Amortized Cost Before Current Period OTTI	Projected Cash Flows	Current Period Recognized OTTI	Amortized Cost After OTTI	Fair Value at time of OTTI	Financial Statement Reporting Period
16165T-BM-4	\$ 117	\$ 116	\$ 1	\$ 116	\$ 114	December 31, 2009
87222E-AC-2	2,545	2,076	469	2,076	2,073	December 31, 2009
87222P-AC-7	999	878	121	878	493	December 31, 2009
Total for the quarter ended December 31, 2009	\$ 3,661	\$ 3,070	\$ 591	\$ 3,070	\$ 2,680	

- (4) The following table shows the gross unrealized losses and fair value of the Company’s mortgage-backed/other asset-backed securities with unrealized losses that are not deemed to be other than temporarily impaired, aggregated by investment category and length of time that individual securities have been in an unrealized loss position at June 30, 2010 (in thousands).

	Fair Value < 1 Year	Unrealized Losses < 1 Year	Fair Value > 1 Year	Unrealized Losses > 1 Year	Total Unrealized Losses
June 30, 2010					
Government Sponsored Enterprise mortgage-backed securities	\$ 2,840	\$ 10	\$ -	\$ -	\$ 10
Residential mortgage-backed securities	-	-	11,576	672	672
Commercial mortgage-backed securities	594	5	-	-	5
Total	\$ 3,434	\$ 15	\$ 11,576	\$ 672	\$ 687

- (5) No change.

E. Repurchase Agreements and/or Securities Lending Transactions

None.

F. Real Estate

None.

G. Low-Income Housing Tax Credits (LIHTC)

None.

6. Joint Ventures, Partnerships and Limited Liability Companies

Not applicable.

7. Investment Income

A. No change.

B. No change.

8. Derivative Instruments

No change.

9. Income Taxes

The components of the net deferred tax asset recognized in the Company’s Assets, Liabilities, and Capital and Surplus are as follows:

	Jun. 30, 2010	Dec. 31, 2009
Total of gross deferred tax assets	\$18,331,902	\$15,498,857
Total of deferred tax liabilities	(404,286)	(3,148,472)
Net deferred tax asset	17,927,616	12,350,385
Deferred tax asset nonadmitted	(10,305,249)	(5,293,023)
Net admitted deferred tax asset	7,622,367	7,057,362
(Increase) decrease in nonadmitted asset	\$(5,012,226)	2,456,494

NOTES TO FINANCIAL STATEMENTS

The provisions for incurred taxes on earnings:

	Jun. 30, 2010	Jun. 30, 2009	Dec. 31, 2009
Federal provision	11,636,412	2,405,870	8,186,799
Federal income tax on net capital gains	1,599,772	272,116	1,966,492
Federal income taxes incurred	13,236,184	2,677,986	10,153,291

The tax effects of temporary differences that give rise to significant portions of the deferred tax assets and deferred tax liabilities are as follows:

	Jun. 30, 2010	Dec. 31, 2009
Deferred tax assets:		
Accounts Receivable	2,777,730	2,202,136
Unpaid Claims	1,305,675	983,373
Investments	3,392,890	3,910,777
Accrued expenses	4,515,565	3,610,908
Unearned Revenue	3,319,959	2,715,682
Other	3,020,083	2,075,981
Total deferred tax assets	18,331,902	15,498,857
Nonadmitted deferred tax assets	(10,305,249)	(5,293,023)
Admitted deferred tax assets	8,026,653	10,205,834
Deferred tax liabilities:		
FAS 115		(2,359,368)
Other	(404,286)	(789,104)
Total deferred tax liabilities	(404,286)	(3,148,472)
Net Admitted deferred tax assets	\$7,622,367	\$7,057,362

The change in net deferred income taxes is comprised of the following:

	Jun. 30, 2010	Dec 31, 2009	Change
Total deferred tax assets	\$18,331,902	\$15,498,857	\$2,833,045
Total deferred tax liabilities	(404,286)	(3,148,472)	2,744,186
Net deferred tax asset(liability)	\$17,927,616	\$12,350,385	5,577,231
Tax effect of unrealized gains(losses)			(4,481,937)
Change in net deferred income tax			\$1,095,294

In accordance with SSAP 10-R below represents the components of the net DTA and DTL recognized in CFBC’s financial statement by tax character.

	Capital	Operating	TOTAL
Total of gross deferred tax assets	2,455,494	15,876,408	18,331,902
Total of deferred tax liabilities	0	(404,286)	(404,286)
Net deferred tax asset	2,455,494	15,472,122	17,927,616
Deferred tax asset nonadmitted	0	(10,305,249)	(10,305,249)
Net admitted deferred tax asset	2,455,494	5,166,873	7,622,367

The provision for federal income taxes differs from the statutory rate of 35% principally as a result of mark-up for intercompany services, changes in tax contingency reserves and valuation allowance.

The Company is included in the consolidated federal income tax return of CFI. The federal statutory income tax rate for the Company is 35%. For federal income tax purposes, CFI’s affiliates CFMI and GHMSI benefit from a special deduction available to certain BlueCross and BlueShield organizations under Internal Revenue Code Section 833(b) (the 833(b) deduction). The 833(b) deduction results in the CFI incurring federal income taxes at the Tentative Minimum Tax (TMT) rates of 20%. The Company benefits from the tax allocation methodology employed by CFI which effectively reduces its income tax provision from the statutory rate of 35% to account for the fact that the overall CFI consolidated tax liability is at TMT rates. The Company could lose the benefit of this allocation methodology in the future if there is a change in the tax law affecting the 833(b) deduction available to CFMI and GHMSI, if CFMI and/or GHMSI cease to be not-for-profit, if the CFMI and GHMSI reserves reach certain levels, if the Company no longer joins in the filing of a consolidated return with CFI, or if certain other events occur. If the Company can no

NOTES TO FINANCIAL STATEMENTS

longer benefit from the tax allocation methodology employed by CFI, the Company will incur federal income taxes at the statutory rate of 35%.

CFI has a written agreement, approved by the Board of Directors, which sets forth the manner in which the total combined federal income tax is allocated to each entity which is a party to the consolidated return. The agreement calls for an allocation based on the Company's pre-tax income after affecting for permanent differences at the alternative minimum tax rates. The federal tax allocation for both 2010 and 2009 was 20 percent of pre-tax income after permanent differences. These amounts are included in provision for income taxes in the accompanying statements of revenue and expenses.

Pursuant to this agreement, the Company has the enforceable right to recoup federal income taxes paid in prior years in the event of future net losses, which it may incur, or to recoup its net losses carried forward as an offset to future net income subject to federal income taxes.

The Company files separate state income tax returns and records its tax provision or benefit accordingly. The Company recorded state income tax expense of \$1,006,000 and \$191,300 for the period ended June 30, 2010 and 2009, respectively.

10. Information Concerning Parent, Subsidiaries and Affiliates

CareFirst BlueChoice, Inc. (CFBC or the Company) is a state-licensed health maintenance organization (HMO) that provides managed health care products and services to individuals and to employees of business and governmental agencies in the Washington, D.C. metropolitan area and the State of Maryland. Benefits are provided to members through fee-for-service and capitation agreements with local area physicians, hospitals and other health care providers. CapitalCare, Inc. is a wholly-owned subsidiary of the Company.

The Company is 60% owned by CareFirst of Maryland, Inc. (CFMI) and 40% owned by Group Hospitalization and Medical Services, Inc. (GHMSI). GHMSI and CFMI are both affiliates of a not-for-profit parent company, CareFirst, Inc. (CFI). These affiliates do business as CareFirst BlueCross BlueShield.

Effective September 20, 2007, the Company formed a new subsidiary called The Dental Network, Inc. to meet the regulatory requirements of selling freestanding dental products in the State of Maryland. In March 2008, The Dental Network, Inc. obtained a license to sell insurance products in the state of Maryland from the Maryland Insurance Administration.

11. Debt

Not applicable.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Post-retirement Benefit Plans

Not applicable.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

- (1) No change.
- (2) – (9) Not applicable
- (10) Change in net unrealized capital gains (losses) for the six months ended June 30, 2010:

Change in the unrealized gain/losses from:	Change
Affiliated Common Stocks:	
Capital Care	\$ 54,489
TDN	(38,189)
Unaffiliated Common Stocks	(7,817,439)
Bonds & Preferred Stocks	(144,291)
Total unrealized gains/losses	(7,945,430)
Capital Gains Deferred Taxes	4,481,937
Change in net unrealized capital gains (losses) less capital gains tax (Page 5 Ln 36)	\$ (3,463,493)

- (11) – (13) Not applicable

14. Contingencies

- A. – D. None.
- E. The Company insures individuals who are qualified Medicare beneficiaries. Medicare law identifies the primary payer and secondary payer of claims when individuals are insured by both the Company and Medicare. Principally as a result of information systems programming errors, the Company incorrectly paid certain claims in years prior to 2009 as the secondary payer rather than as the primary payer. The issues were communicated to the Centers for Medicare and Medicaid Services (CMS) in May 2009. The Company has implemented corrective measures to (1) correctly identify Medicare

NOTES TO FINANCIAL STATEMENTS

beneficiaries that should be paid primary and (2) modify information systems to correctly adjudicate claims on behalf of Medicare beneficiaries.

Based on its interpretation of Medicare law, the Company believes it is liable for improperly processed claims for the period from January 1, 2006 to December 31, 2008. The Company has provided CMS with the data of the incorrectly paid claims and offered to settle its obligations to CMS for approximately \$19 million. Accordingly, CFI has recorded a liability of \$19,044,000 at December 31, 2009 for this proposed settlement, of which \$6,888,000 has been recorded by the Company. This liability is included in general expenses due or accrued in the accompanying balance sheets. The settlement remains subject to government approval. While there can be no assurances that the settlement will be accepted, or that CMS will accept the Company’s legal interpretation that Medicare law limits its liability in this matter to the Company’s proposed settlement amount, the Company’s management, after consultation with legal counsel, does not believe the final resolution of this matter will result in additional material liabilities to the Company. During the first six months of 2010, the Company received demand letters from CMS regarding certain of these individual claims. The Company has processed and paid these claims in accordance with the demand letters and accordingly has released the reserve associated with these claims in the amount of \$473,000.

15. Leases

Not applicable.

16. Information About Financial Instruments With Off-Balance Sheet Risk And Financial Instruments With Concentrations of Credit Risk

Not applicable.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

A. Transfers of Receivables Reported as Sales

Not Applicable.

B. Transfer and Servicing of Financial Assets

Not Applicable.

C. Wash Sales

None.

18. Gain or Loss to the Reporting Entity from Uninsured A&H Plans and the Uninsured Portion of Partially Insured Plans

Not applicable.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

Not applicable.

20. Other Items

A. – F. Not applicable

G. Subprime Related Risk Exposure

- (1) The Company categorizes mortgage securities with an average FICO score of less than 675 (credit score) as a subprime mortgage security. The Company has no subprime mortgage securities as of June 30, 2010.
- (2) The Company does not engage in mortgage lending and therefore has no direct exposure through investments in subprime mortgage loans.
- (3) The Company has no exposure in subprime mortgage lending through its fixed maturity and equity investments.

21. Events Subsequent

Not Applicable.

22. Reinsurance

The Company maintains a reinsurance agreement with GHMSI and CFMI providing stop-loss coverage. This coverage does not have an expiration date.

NOTES TO FINANCIAL STATEMENTS

Effective April 1, 2008, the Company entered into a quota-share reinsurance agreement with The Dental Network, Inc, which is a wholly-owned subsidiary of the Company. Under the terms of the agreement, the Company assumes all the underwriting risk on the business written by The Dental Network, Inc. The Company assumed revenue in the amount of \$4,421,000 and \$4,809,000 and incurred an underwriting gain in the amount of \$188,000 and \$604,000 for the six months ended June 30, 2010 and 2009, respectively.

23. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable.

24. Change in Incurred Claims and Claim Adjustment Expenses

As of June 30, 2010, \$106,257,000 has been paid for incurred claims attributable to insured events for prior years. Reserves remaining for prior years are now \$8,215,000 as a result of re-estimation of unpaid claims and unpaid claims adjustment expenses. Therefore, there has been a \$21,187,000 favorable prior year development since December 31, 2009 to June 30, 2010, of which \$3,356,000 was a result of favorable development in the Federal Employee Program line of business. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

25. Intercompany Pooling Arrangements

Not applicable.

26. Structured Settlements

Not applicable.

27. Health Care Receivables

No change.

28. Participating Policies

Not applicable.

29. Premium Deficiency Reserve

Not applicable.

30. Salvage and Subrogation

No change.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
3.

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒

If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 4.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile
.....
.....
.....

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

If yes, attach an explanation.

Yes ☐ No ☒ NA ☐
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2008
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2008
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

09/25/2009
- 6.4

By what department or departments?
District of Columbia Department of Insurance, Securities and Banking.....
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ NA ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ No ☐ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
.....
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC
.....
.....
.....
.....

GENERAL INTERROGATORIES

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;

(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;

(c) Compliance with applicable governmental laws, rules and regulations;

(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and

(e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:

9.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$0

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [] No [X]

11.2 If yes, give full and complete information relating thereto:

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$0

13. Amount of real estate and mortgages held in short-term investments: \$0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [X] No []

14.2 If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$4,193,559	\$4,209,859
14.24 Short-Term Investments	\$	\$
14.25 Mortgage Loans on Real Estate	\$	\$
14.26 All Other	\$	\$
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$4,193,559	\$4,209,859
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above	\$	\$

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No []

If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*?

Yes [X] No []

16.1 For all agreements that comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, complete the following:

1 Name of Custodian(s)	2 Custodian Address
SUNTRUST BANK.....	1445 NEW YORK AVE., WASHINGTON, DC. 20005.....

16.2 For all agreements that do not comply with the requirements of the NAIC *Financial Condition Examiners Handbook*, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes [] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
15958.....	VANGUARD.....	P.O. BOX 2900, VALLEY FORGE, PA., 19482-2900.....
104596.....	DODGE AND COX.....	55 CALIFORNIA ST., SAN FRANCISCO CA. 94104.....
107105.....	BLACKROCK INVESTMENT ADVISORS.....	100 BELLEVUE PARKWAY, WASHINGTON, DE 19809.....
10578.....	CALAMOS INVESTMENTS.....	1111 WARRENVILLE RD., NAPERVILLE, IL. 60563-1493.....

17.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed?

Yes [X] No []

17.2 If no, list exceptions:
.....

GENERAL INTERROGATORIES
PART 2 - HEALTH

1 Operating Percentages	
1.1 A&H loss percent.....	78.9 %
1.2 A&H cost containment percent	1.0 %
1.3 A&H expense percent excluding cost containment expenses.....	16.3 %
2.1 Do you act as a custodian for health savings accounts?.....	Yes [] No [X]
2.2 If yes, please provide the amount of custodial funds held as of the reporting date.....	\$ 0
2.3 Do you act as an administrator for health savings accounts?.....	Yes [] No [X]
2.4 If yes, please provide the balance of the funds administered as of the reporting date.....	\$ 0

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories										
States, Etc.	1	Direct Business Only								
		2	3	4	5	6	7	8	9	
	Active Status	Accident & Health Premiums	Medicare Title XVIII	Medicaid Title XIX	Federal Employees Health Benefits Program Premiums	Life & Annuity Premiums & Other Considerations	Property/Casualty Premiums	Total Columns 2 Through 7	Deposit-Type Contracts	
1. Alabama	AL	N						0		
2. Alaska	AK	N						0		
3. Arizona	AZ	N						0		
4. Arkansas	AR	N						0		
5. California	CA	N						0		
6. Colorado	CO	N						0		
7. Connecticut	CT	N						0		
8. Delaware	DE	N						0		
9. Dist. of Columbia	DC	L	105,767,798		62,180,516			167,948,314		
10. Florida	FL	N						0		
11. Georgia	GA	N						0		
12. Hawaii	HI	N						0		
13. Idaho	ID	N						0		
14. Illinois	IL	N						0		
15. Indiana	IN	N						0		
16. Iowa	IA	N						0		
17. Kansas	KS	N						0		
18. Kentucky	KY	N						0		
19. Louisiana	LA	N						0		
20. Maine	ME	N						0		
21. Maryland	MD	L	691,005,738					691,005,738		
22. Massachusetts	MA	N						0		
23. Michigan	MI	N						0		
24. Minnesota	MN	N						0		
25. Mississippi	MS	N						0		
26. Missouri	MO	N						0		
27. Montana	MT	N						0		
28. Nebraska	NE	N						0		
29. Nevada	NV	N						0		
30. New Hampshire	NH	N						0		
31. New Jersey	NJ	N						0		
32. New Mexico	NM	N						0		
33. New York	NY	N						0		
34. North Carolina	NC	N						0		
35. North Dakota	ND	N						0		
36. Ohio	OH	N						0		
37. Oklahoma	OK	N						0		
38. Oregon	OR	N						0		
39. Pennsylvania	PA	N						0		
40. Rhode Island	RI	N						0		
41. South Carolina	SC	N						0		
42. South Dakota	SD	N						0		
43. Tennessee	TN	N						0		
44. Texas	TX	N						0		
45. Utah	UT	N						0		
46. Vermont	VT	N						0		
47. Virginia	VA	L	117,943,105					117,943,105		
48. Washington	WA	N						0		
49. West Virginia	WV	N						0		
50. Wisconsin	WI	N						0		
51. Wyoming	WY	N						0		
52. American Samoa	AS	N						0		
53. Guam	GU	N						0		
54. Puerto Rico	PR	N						0		
55. U.S. Virgin Islands	VI	N						0		
56. Northern Mariana Islands	MP	N						0		
57. Canada	CN	N						0		
58. Aggregate other alien	OT	XXX	0	0	0	0	0	0	0	
59. Subtotal	XXX	914,716,641	0	0	62,180,516	0	0	976,897,157	0	
60. Reporting entity contributions for Employee Benefit Plans	XXX							0		
61. Total (Direct Business)	(a) 3	914,716,641	0	0	62,180,516	0	0	976,897,157	0	
DETAILS OF WRITE-INS										
5801.	XXX							0		
5802.	XXX							0		
5803.	XXX							0		
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0	0	0	
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	0	0	0	0	0	0	0		

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.
(a) Insert the number of L responses except for Canada and other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

NONE

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

1. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?

.....NO.....

Explanation:

1.

Bar Code:

1.



OVERFLOW PAGE FOR WRITE-INS

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	.0	.0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		.0
2.2 Additional investment made after acquisition .....		.0
3. Current year change in encumbrances .....		.0
4. Total gain (loss) on disposals .....		.0
5. Deduct amounts received on disposals .....		.0
6. Total foreign exchange change in book/adjusted carrying value .....		.0
7. Deduct current year's other than temporary impairment recognized .....		.0
8. Deduct current year's depreciation .....		.0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4+5+6-7-8) .....	.0	.0
10. Deduct total nonadmitted amounts .....	.0	.0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	.0	.0
2. Cost of acquired:		
2.1. Actual cost at time of acquisition .....		.0
2.2. Additional investment made after acquisition .....		.0
3. Capitalized deferred interest and other .....		.0
4. Accrual of discount .....		.0
5. Unrealized valuation increase (decrease) .....		.0
6. Total gain (loss) on disposals .....		.0
7. Deduct amounts received on disposals .....		.0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		.0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		.0
10. Deduct current year's other than temporary impairment recognized .....		.0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	.0	.0
12. Total valuation allowance .....		.0
13. Subtotal (Line 11 plus Line 12) .....	.0	.0
14. Deduct total nonadmitted amounts .....	.0	.0
15. Statement value at end of current period (Line 13 minus Line 14)	0	0

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	.0	130,782
2. Cost of acquired:		
2.1. Actual cost at time of acquisition .....		.0
2.2. Additional investment made after acquisition .....		.0
3. Capitalized deferred interest and other .....		.0
4. Accrual of discount .....		.0
5. Unrealized valuation increase (decrease)		(100,621)
6. Total gain (loss) on disposals		969,839
7. Deduct amounts received on disposals		1,000,000
8. Deduct amortization of premium and depreciation .....		.0
9. Total foreign exchange change in book/adjusted carrying value .....		.0
10. Deduct current year's other than temporary impairment recognized .....		.0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	.0	.0
12. Deduct total nonadmitted amounts .....	.0	.0
13. Statement value at end of current period (Line 11 minus Line 12)	0	0

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	491,686,460	442,516,816
2. Cost of bonds and stocks acquired	692,528,419	725,923,713
3. Accrual of discount	380,813	2,043,935
4. Unrealized valuation increase (decrease)	(7,935,709)	10,606,017
5. Total gain (loss) on disposals	8,168,963	12,966,745
6. Deduct consideration for bonds and stocks disposed of	557,856,276	697,056,630
7. Deduct amortization of premium	2,115,688	1,584,054
8. Total foreign exchange change in book/adjusted carrying value .....		.0
9. Deduct current year's other than temporary impairment recognized	170,061	3,730,082
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7+8-9)	624,686,921	491,686,460
11. Deduct total nonadmitted amounts .....	.0	.0
12. Statement value at end of current period (Line 10 minus Line 11)	624,686,921	491,686,460

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	469,052,946	428,160,297	401,064,665	5,864,947	469,052,946	502,013,526	.0	441,069,928
2. Class 2 (a).....	92,131,044	22,928,273	13,392,396	(7,226,529)	92,131,044	94,440,392	.0	79,683,101
3. Class 3 (a).....	2,819,411			7,933	2,819,411	2,827,344	.0	4,438,833
4. Class 4 (a).....	892,130			68,930	892,130	961,060	.0	896,580
5. Class 5 (a).....	.0				.0	.0	.0	.0
6. Class 6 (a).....	2,541			(19)	2,541	2,522	0	2,605
7. Total Bonds	564,898,072	451,088,570	414,457,061	(1,284,738)	564,898,072	600,244,844	0	526,091,047
PREFERRED STOCK								
8. Class 1 .....	.0				.0	.0	.0	612,250
9. Class 2	2,041,347			(992)	2,041,347	2,040,355	.0	2,042,329
10. Class 3	185,625			(3,375)	185,625	182,250	.0	180,338
11. Class 4 .....	.0				.0	.0	.0	.0
12. Class 5 .....	.0				.0	.0	.0	.0
13. Class 6	0				0	0	0	0
14. Total Preferred Stock.....	2,226,972	0	0	(4,367)	2,226,972	2,222,605	0	2,834,917
15. Total Bonds & Preferred Stock	567,125,044	451,088,570	414,457,061	(1,289,105)	567,125,044	602,467,449	0	528,925,964

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ _____ ; NAIC 2 \$ _____ ;
NAIC 3 \$ _____ ; NAIC 4 \$ _____ ; NAIC 5 \$ _____ ; NAIC 6 \$ _____

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	28,953,347	XXX	28,953,082	4,369	

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	77,927,293	80,540,507
2. Cost of short-term investments acquired	226,286,526	136,427,891
3. Accrual of discount	944	0
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals	(679)	0
6. Deduct consideration received on disposals	275,260,738	139,041,105
7. Deduct amortization of premium.....		0
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	28,953,346	77,927,293
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	28,953,346	77,927,293

Schedule DB - Part A - Verification
NONE

Schedule DB - Part B - Verification
NONE

Schedule DB - Part C - Section 1
NONE

Schedule DB - Part C - Section 2
NONE

Schedule DB - Verification
NONE

Schedule E - Verification
NONE

Schedule A - Part 2
NONE

Schedule A - Part 3
NONE

Schedule B - Part 2
NONE

Schedule B - Part 3
NONE

Schedule BA - Part 2
NONE

Schedule BA - Part 3
NONE

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
Bonds - U.S. Governments									
31398A-U3-4	FEDERAL NATL MTG ASSN		06/10/2010	CHASE SECURITIES, INC.		249,260	250,000		1
912810-FT-0	UNITED STATES TREAS BDS		04/22/2010	SALOMON SMITH BARNEY INC/		645,559	650,000	5,656	1
912810-QB-7	UNITED STATES TREAS BDS		06/28/2010	GOLDMAN, SACHS & CO.		493,686	475,000	2,523	1
912810-QD-3	UNITED STATES TREAS BDS		06/25/2010	VARIOUS		540,032	520,000	3,753	1
912810-QE-1	UNITED STATES TREAS BDS		05/12/2010	VARIOUS		52,158,437	52,104,000	488,942	1
912810-QH-4	UNITED STATES TREAS BDS		06/09/2010	VARIOUS		78,079,019	75,475,000	173,781	1
912828-KE-9	UNITED STATES TREAS NTS		06/01/2010	SALOMON SMITH BARNEY INC/		4,517,417	4,500,000	10,272	1
912828-KU-3	UNITED STATES TREAS NTS		05/07/2010	VARIOUS		10,143,794	10,100,000	36,555	1
912828-LY-4	UNITED STATES TREAS NTS		05/04/2010	CHASE SECURITIES, INC.		639,387	650,000	10,484	1
912828-MM-9	UNITED STATES TREAS NTS		06/28/2010	BOENNING & SCATTERGOOD IN		18,075,938	18,000,000	10,697	1
912828-MP-2	UNITED STATES TREAS NTS		06/23/2010	VARIOUS		4,138,188	4,134,000	33,425	1
912828-MY-9	UNITED STATES TREAS NTS		04/27/2010	VARIOUS		294,032	295,000	555	1
912828-MW-7	UNITED STATES TREAS NTS		04/21/2010	VARIOUS		639,071	640,000	996	1
912828-MX-5	UNITED STATES TREAS NTS		05/10/2010	VARIOUS		23,210,366	23,000,000	23,572	1
912828-MZ-0	UNITED STATES TREAS NTS		05/24/2010	VARIOUS		6,640,483	6,500,000	9,715	1
912828-NA-4	UNITED STATES TREAS NTS		05/12/2010	VARIOUS		3,453,456	3,425,000	4,010	1
912828-ND-8	UNITED STATES TREAS NTS		06/28/2010	VARIOUS		1,280,870	1,250,000	3,950	1
912828-NE-6	UNITED STATES TREAS NTS		06/28/2010	VARIOUS		48,117,812	48,000,000	24,426	1
912828-NF-3	UNITED STATES TREAS NTS		06/09/2010	GOLDMAN, SACHS & CO.		201,337	200,000	163	1
912828-NB-2	US TREAS 1.000% 4/30/		05/10/2010	LINSCO/PRIVATE LEDGER COR		20,040,775	20,000,000	5,978	1
912828-NC-0	US TREAS 1.375% 5/15/		06/28/2010	VARIOUS		15,138,281	15,000,000	16,067	1
0399999 - Total - Bonds - U.S. Government						288,697,200	285,168,000	865,520	XXX
Bonds - All Other Government									
30216B-BS-0	EXPORT DEV CDA	R	05/18/2010	MIZUHO SECURITIES USA INC		911,601	875,000	2,051	1FE
563469-TL-9	MANITOBA PROV CDA	R	05/19/2010	RBC CAPITAL MARKETS CORP		449,555	450,000		1FE
302154-AV-1	EXPORT IMPORT BK KOREA	R	05/17/2010	VARIOUS		427,539	425,000	3,317	1FE
1099999 - Total - Bonds - All Other Government						1,788,695	1,750,000	5,368	XXX
Bonds - U.S. Special Revenue									
3128PR-P8-6	FHLMC PC GOLD 15 YR		06/04/2010	UBS FINANCIAL SERVICES IN		2,988,236	2,839,179	5,678	1
3128M7-Z3-3	FHLMC PC GOLD COMB 30		04/14/2010	CREDIT SUISSE FIRST BOSTO		1,558,743	1,471,596	2,698	1
312936-R4-1	FHLMC PC GOLD COMB 30		06/04/2010	NOMURA SECURITIES INTL		644,085	628,566	1,021	1
312940-CM-9	FHLMC PC GOLD COMB 30		04/15/2010	CREDIT SUISSE FIRST BOSTO		1,852,930	1,790,000	4,724	1
312940-EP-0	FHLMC PC GOLD COMB 30		06/04/2010	NOMURA SECURITIES INTL		1,480,653	1,443,878	2,346	1
31412R-E5-2	FNMA PASS-THRU INT 15 YEAR		04/22/2010	UBS PAINE WEBBER INC		5,910,783	5,923,741	14,974	1
31412V-JV-1	FNMA PASS-THRU INT 15 YEAR		05/24/2010	UBS FINANCIAL SERVICES IN		2,838,730	2,750,000	7,944	1
31402R-F8-7	FNMA PASS-THRU LNG 30 YEAR		06/17/2010	GOLDMAN, SACHS & CO.		817,130	772,414	3,111	1
31410K-XE-9	FNMA PASS-THRU LNG 30 YEAR		04/22/2010	UBS PAINE WEBBER INC		8,052,137	7,612,064	30,237	1
31414A-AG-7	FNMA PASS-THRU LNG 30 YEAR		05/24/2010	UBS FINANCIAL SERVICES IN		12,322,519	11,410,564	49,446	1
31414A-U6-7	FNMA PASS-THRU LNG 30 YEAR		06/04/2010	UBS FINANCIAL SERVICES IN		4,848,684	4,586,398	8,281	1
31418M-H4-7	FNMA PASS-THRU LNG 30 YEAR		06/02/2010	GOLDMAN, SACHS & CO.		3,200,359	2,981,411	5,921	1
31418M-NH-1	FNMA PASS-THRU LNG 30 YEAR		06/04/2010	CHASE SECURITIES, INC.		814,276	793,690	1,290	1
31418R-GB-1	FNMA PASS-THRU LNG 30 YEAR		04/15/2010	CREDIT SUISSE FIRST BOSTO		237,834	230,000	607	1
31419A-CU-9	FNMA POOL #AE0082 5.00% 5/01/		06/17/2010	MORGAN STANLEY&CO INC PRO		687,883	650,000	2,618	1
88276P-CH-7	TEXAS ST PUB FIN AUTH CHARTER REV		04/30/2010	MORGAN KEEGAN & COMPANY I		1,500,000	1,500,000		2FE
3199999 - Totals - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions						49,754,982	47,383,508	140,896	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
03512T-AA-9	ANGLOGOLD ASHANTI HLDGS FIN PL	R	04/22/2010	VARIOUS		125,119	125,000		2FE
88579Y-AB-7	3M CO 0%		04/22/2010	McMahan Securities		511,500	550,000		1FE
002824-AY-6	ABBOTT LABS		05/24/2010	MORGAN STANLEY&CO INC PRO		99,228	100,000		1FE
00846U-AD-3	AGILENT TECHNOLOGIES INC		05/26/2010	STIFEL, NICOLAUS & CO., IN		1,039,480	1,000,000	9,518	2FE
06051G-DZ-9	BANK AMER FDG CORP		05/12/2010	VARIOUS		216,584	190,000	6,538	1FE
06051G-EB-1	BANK AMER FDG CORP		05/21/2010	VARIOUS		2,066,273	2,065,000	19,181	1FE
06051G-EC-9	BANK OF AMER CORP 5.625% 7/01/		06/17/2010	VARIOUS		822,047	825,000		1FE
05531F-AF-0	BB&T CORPORATION		04/26/2010	DEUTSCHE BANK SECURITIES		998,780	1,000,000		1FE
10112R-AR-5	BOSTON PPTYs LTD PARTNERSHIP SR N		04/08/2010	CHASE SECURITIES, INC.		349,619	350,000		2FE
05565Q-BH-0	BP CAP MKTS P L C	F	06/16/2010	CREDIT SUISSE FIRST BOSTO		85,250	100,000	1,087	1FE
05565Q-BL-1	BP CAP MKTS PLC 3.625% 5/08/	F	06/17/2010	CREDIT SUISSE FIRST BOSTO		61,250	70,000	310	1FE
12189L-AA-9	BURLINGTON NORTHN SANTA FE CP		05/13/2010	BANC AMERICA SECURITIES L		225,551	225,000	36	2FE
141781-AP-9	CARGILL INC		05/21/2010	STIFEL, NICOLAUS & CO., IN		1,237,904	1,130,000	35,018	1FE

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
14912L-3S-8	CATERPILLAR FINL SVCS MTNS BE		05/21/2010	STIFEL, NICOLAUS & CO.,IN		1,070,150	1,000,000	12,750	1FE
166751-AK-3	CHEYRON CORPORATION		06/04/2010	STIFEL, NICOLAUS & CO.,IN		2,081,220	2,000,000	18,400	1FE
172967-EV-9	CITIGROUP INC.		05/12/2010	VARIOUS		100,534	86,000	3,519	1FE
172967-FD-8	CITIGROUP INC.		05/12/2010	VARIOUS		521,102	524,000		1FE
172967-EM-9	CITIGROUP INC SR NT 6.125%17		05/21/2010	SALOMON SMITH BARNEY INC/		179,265	175,000	149	1FE
22540V-C7-5	CSFB COML MTG PTC 2002-CK1		06/18/2010	Salomon Smith Barney		788,939	748,252	2,944	1FE
126408-GM-9	CSX CORP		04/29/2010	MAN SECURITIES INC / FIX		221,792	200,000	1,701	2FE
126650-BU-3	CYS CAREMARK CORPORATION		05/13/2010	CHASE SECURITIES, INC.		223,886	225,000		1FE
25179S-AC-4	DEVON FING CORP U L C.		05/12/2010	Barclays Capital		617,061	575,000	5,161	2FE
25470D-AC-3	DISCOVERY COMMUNICATIONS LLC		05/26/2010	CHASE SECURITIES, INC.		348,863	350,000		2FE
29379V-AP-8	ENTERPRISE PRODS OPER LLC		05/11/2010	SALOMON SMITH BARNEY INC/		324,028	325,000		2FE
26875P-AE-1	EOG RES INC		05/17/2010	CHASE SECURITIES, INC.		124,668	125,000		1FE
33736X-EB-1	FIRST UNION COMM MTG 2001-C4		06/18/2010	Salomon Smith Barney		763,885	732,084	2,784	1FE
338032-AX-3	FISHER SCIENTIFIC INTL INC.		05/24/2010	NOMURA SECURITIES INTL		1,318,900	1,000,000	7,764	2FE
302570-BH-8	FPL GROUP CAP INC.		05/13/2010	CHASE SECURITIES, INC.		274,819	275,000		2FE
36962G-4J-0	GENERAL ELEC CAP CORP MTN BE		05/19/2010	DEUTSCHE BANK SECURITIES		413,960	400,000	8,311	1FE
372917-AR-5	GENZYME CORP		06/14/2010	GOLDMAN, SACHS & CO.		99,186	100,000		2FE
361849-Q3-9	GMAC COML MTG SECS 2005-C1		06/17/2010	GOLDMAN, SACHS & CO.		137,388	145,000	402	1FE
38141E-A2-5	GOLDMAN SACHS GRP INC MTN BE		05/12/2010	BNP PARIBAS SECURITIES BO.		142,527	130,000	2,492	1FE
38141E-A5-8	GOLDMAN SACHS GRP INC MTN BE		05/07/2010	CHASE SECURITIES, INC.		18,736	20,000	191	1FE
38141E-A6-6	GOLDMAN SACHS GRP INC MTN BE		05/26/2010	GOLDMAN, SACHS & CO.		573,528	575,000		1FE
406216-AW-1	HALLIBURTON CO.		05/03/2010	CREDIT SUISSE FIRST BOSTO.		120,221	106,000	1,006	1FE
406216-AY-7	HALLIBURTON CO.		05/03/2010	CREDIT SUISSE FIRST BOSTO.		271,978	219,000	2,311	1FE
437076-AP-7	HOME DEPOT INC.		06/04/2010	VARIOUS		3,288,130	3,000,000	36,600	2FE
43812K-AC-7	HONDA AUTO RECV 2010-2		05/12/2010	SALOMON SMITH BARNEY INC/		169,979	170,000		1FE
44328M-AB-0	HSBC BANK PLC 3.500% 6/28/	F	06/21/2010	HSBC SECURITIES, INC.		424,652	425,000		1FE
458140-AF-7	INTEL CORP		05/25/2010	KBC FINANCIAL PRODUCTS		174,938	150,000	1,584	1FE
46185R-AK-6	INVITROGEN CORP.		04/20/2010	bnp paribas		708,841	600,000	1,700	2FE
46631B-AB-1	JP MORGAN CHASE 2007-LDP11		04/13/2010	CITADEL SECURITIES LLC		631,731	610,000	48	1FE
466270-BA-5	JP MORGAN COM MTG 2006-C1BC15 2043		06/03/2010	DEUTSCHE BANK SECURITIES		229,957	225,000	254	1FE
46625H-HP-8	JPMORGAN CHASE & CO.		05/21/2010	LINSCO/PRIVATE LEDGER COR		1,528,470	1,500,000	19,425	1FE
46625H-HQ-6	JPMORGAN CHASE & CO.		05/21/2010	CHASE SECURITIES, INC.		275,407	275,000	2,307	1FE
494550-BE-5	KINDER MORGAN ENERGY PARTNERS		05/12/2010	WACHOVIA SECURITIES CAPIT.		299,883	300,000		2FE
502413-AZ-0	L-3 COMMUNICATIONS CORP.		05/18/2010	DEUTSCHE BANK SECURITIES		119,615	120,000		1FE
50540R-AG-7	LABORATORY CORP AMER HLDGS 0%		05/24/2010	DEUTSCHE BANK SECURITIES		584,719	575,000		2FE
505861-AB-0	LAFARGE S A 6.500% 7/15/		04/13/2010	BTIG LLC		614,980	575,000	9,448	2FE
534187-AX-7	LINCOLN NATL CORP IND.		05/17/2010	VARIOUS		56,577	46,000	1,513	2FE
534187-BA-6	LINCOLN NATL CORP IND.		06/16/2010	VARIOUS		141,353	140,000	38	2FE
594918-AE-4	MICROSOFT CORP 6/15/		06/23/2010	VARIOUS		1,954,750	1,950,000		1FE
61747Y-CM-5	MORGAN STANLEY		05/13/2010	Barclays Capital		202,873	210,000	3,593	1FE
61759N-AD-6	MORGAN STANLEY 0.000% 6/21/		06/07/2010	MORGAN STANLEY&CO INC PRO.		461,047	475,000	1,238	1FE
674599-BW-4	OCCIDENTAL PETROLEUM 7.000% 11/01/		04/08/2010	CHASE SECURITIES, INC.		164,510	142,000	4,402	1FE
74432Q-BN-4	PRUDENTIAL FINL INC 6.625% 6/21/		06/17/2010	VARIOUS		178,379	175,000	19	2FE
74928H-BF-2	RBSSP RESEC TR 2010-3.		05/26/2010	GREENWICH CAPITAL MKTS, I		351,777	350,000		1FE
78403D-AB-6	SBA TOWER TR 2010.		04/08/2010	DEUTSCHE BANK SECURITIES		225,000	225,000		1FE
78442G-LG-9	SLM STUDENT LOAN TR 2004-3		05/18/2010	BANC AMERICA SECURITIES L		510,883	512,083	159	1FE
78445X-AA-4	SLM STUDENT LOAN TR 2010-1		04/12/2010	CHASE SECURITIES, INC.		900,000	900,000		1FE
842400-FC-2	SOUTHERN CALIF EDISON CO.		05/21/2010	LINSCO/PRIVATE LEDGER COR.		2,173,700	2,000,000	35,938	1FE
790849-AG-8	ST JUDE MED INC.		05/21/2010	STIFEL, NICOLAUS & CO.,IN		1,511,205	1,500,000	6,325	1FE
854616-AM-1	STANLEY WKS.		06/03/2010	VARIOUS		422,489	390,000		2FE
87938W-AL-7	TELEFONICA EMISIONES S A U.	R	05/11/2010	WALL STREET ACCESS		2,977,320	3,000,000	5,594	2FE
88732J-AS-7	TIME WARNER CABLE INC.		05/03/2010	WALL STREET ACCESS		213,269	175,000	1,404	2FE
88732J-AW-8	TIME WARNER CABLE INC.		05/11/2010	GOLDMAN, SACHS & CO.		224,127	225,000	4,781	2FE
887317-AC-9	TIME WARNER INC.		05/11/2010	LINSCO/PRIVATE LEDGER COR.		2,237,600	2,000,000	58,424	2FE
893830-AS-8	TRANSOCEAN SEDCO FOREX INC.		05/19/2010	VARIOUS		195,472	190,000	1,977	2FE
92343V-AV-6	VERIZON COMMUNICATIONS INC.		05/21/2010	GOLDMAN, SACHS & CO.		113,022	100,000	970	1FE
959802-AM-1	WESTERN UNION CO/THE 6.200% 6/21/		06/16/2010	WACHOVIA SECURITIES CAPIT.		59,927	60,000		1FE
983919-AE-1	XILINX INC 2.625% 6/15/		06/23/2010	VARIOUS		1,935,413	1,925,000	623	2FE
292505-AH-7	ENCANA CORP.	R	05/14/2010	MIZUHO SECURITIES USA INC.		1,683,810	1,500,000	1,083	2FE
380956-AB-8	GOLDCORP INC NEW	L	05/14/2010	VARIOUS		721,495	600,000	3,444	2FE
3899999 - Totals - Bonds - Industrial and Miscellaneous (Unaffiliated)						47,242,521	45,080,420	344,464	XXX

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

[illegible]

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues _____

E04.2

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
31344A-UX-0...	FEDERAL HOME LN MTG CORP.		06/10/2010	BARCLAYS CAPITAL INC.		275,066	250,000	233,501	238,296		900		900		239,196		35,870	35,870	10,188	01/15/2015	1
3137EA-BA-6...	FEDERAL HOME LN MTG CORP.		04/16/2010	CREDIT SUISSE FIRST BOSTO.		548,314	500,000	593,463	583,709	(2,790)			(2,790)		580,919	(32,605)	(32,605)	10,606	11/17/2017	1	
31398A-C7-5...	FEDERAL NATL MTG ASSN.		04/16/2010	MORGAN STANLEY&CO INC PRO.		220,264	220,000	220,319		(158)			(158)		220,161	103	103	764	01/06/2012	1	
31398A-YB-2...	FEDERAL NATL MTG ASSN.		06/18/2010	CALLED @ 100.0000000.		215,000	215,000	211,573	211,656	74			74		211,730	3,270	3,270	5,375	06/18/2024	1	
31398A-YW-6...	FEDERAL NATL MTG ASSN.		04/16/2010	NOMURA SECURITIES INTL.		884,363	875,000	887,352		(4,170)			(4,170)		883,182	1,181	1,181	19,651	08/25/2014	1	
36220D-C5-6...	GNMA #274692		06/15/2010	PRINCIPAL RECEIPT.		143	142	148	146	(3)			(3)		143			5	10/15/2019	1	
	GNMA 493372 6.00% OF																				
36210J-CH-9...	12/15/28		06/15/2010	PRINCIPAL RECEIPT.		2,756	2,755	2,737	2,739	17			17		2,756		0	68	12/15/2028	1	
	GNMA 513558 7.50% Of																				
36211H-QK-0...	12/15/29		06/15/2010	PRINCIPAL RECEIPT.		682	681	680	680	2			2		682		0	21	12/15/2029	1	
	GNMA PASS-THRU M SINGLE																				
36202E-QZ-5...	FAMILY		06/20/2010	PRINCIPAL RECEIPT.		6,890	6,889	6,864	6,864	26			26		6,890		0	159	01/20/2038	1	
	GNMA PASS-THRU M SINGLE																				
36202E-RT-8...	FAMILY		06/20/2010	PRINCIPAL RECEIPT.		39,346	39,346	39,348	39,355	(9)			(9)		39,346		0	920	03/20/2038	1	
36220D-DF-3...	GNMA POOL # 274702		06/15/2010	PRINCIPAL RECEIPT.		638	637	661	654	(16)			(16)		638		0	21	02/15/2020	1	
36220F-UV-4...	GNMA POOL #276996		06/15/2010	PRINCIPAL RECEIPT.		157	157	163	161	(4)			(4)		157		0	5	08/15/2020	1	
	SMALL BUS ADMIN GTD DB 97																				
83162C-HN-6...	- 20F		06/01/2010	PRINCIPAL RECEIPT.		2,398	2,398	2,394	2,396	2			2		2,398		0	86	06/01/2017	1	
	SMALL BUS ADMIN GTD DEV																				
83162C-QG-1...	PTC		05/01/2010	Credit Suisse First Bosto.		19,091	19,091	19,091	19,091	0			0		19,091		0	563	05/01/2026	1	
912810-QC-5...	UNITED STATES TREAS BDS.		05/11/2010	BOENNING & SCATTERGOOD IN.		12,821,328	13,000,000	13,513,906	13,512,493	(2,727)			(2,727)		13,509,765	(688,437)	(688,437)	405,249	08/15/2039	1	
912810-QE-1...	UNITED STATES TREAS BDS.		06/21/2010	VARIOUS		52,419,601	51,965,000	52,015,251		(22)			(22)		52,015,229	404,372	404,372	494,303	02/15/2040	1	
912810-QH-4...	UNITED STATES TREAS BDS.		06/07/2010	VARIOUS		78,185,156	75,000,000	77,583,008		(10)			(10)		77,582,998	602,158	602,158	172,979	05/15/2040	1	
912828-DC-1...	UNITED STATES TREAS NTS.		06/21/2010	GOLDMAN, SACHS & CO.		110,242	100,000	109,047		(711)			(711)		108,336	1,906	1,906	2,587	11/15/2014	1	
912828-HX-1...	UNITED STATES TREAS NTS.		04/30/2010	MATURITY		3,450,000	3,450,000	3,487,061	3,471,563	(21,563)			(21,563)		3,450,000		0	36,656	04/30/2010	1	
912828-JA-9...	UNITED STATES TREAS NTS.		06/01/2010	MATURITY		2,600,000	2,600,000	2,642,453	2,624,733	(24,733)			(24,733)		2,600,000		0	34,125	05/31/2010	1	
912828-KU-3...	UNITED STATES TREAS NTS.		05/04/2010	MORGAN STANLEY&CO INC PRO.		3,615,175	3,600,000	3,615,621		(722)			(722)		3,614,899	276	276	13,500	05/31/2011	1	
912828-LM-0...	UNITED STATES TREAS NTS.		04/22/2010	BOENNING & SCATTERGOOD IN.		7,020,508	7,000,000	7,007,656	7,007,017	(780)			(780)		7,006,237	14,270	14,270	58,325	09/15/2012	1	
912828-LP-3...	UNITED STATES TREAS NTS.		06/04/2010	DEUTSCHE BANK SECURITIES.		20,467	20,000	20,263		(15)			(15)		20,240	227		415	09/30/2016	1	
912828-LS-7...	UNITED STATES TREAS NTS.		06/21/2010	CHASE SECURITIES, INC.		76,623	75,000	75,364	75,354	(33)			(33)		75,321	1,301	1,301	1,157	10/31/2014	1	
912828-LY-4...	UNITED STATES TREAS NTS.		05/26/2010	VARIOUS		659,361	650,000	639,387		54			54		639,441	19,920	19,920	11,922	11/15/2019	1	
912828-LZ-1...	UNITED STATES TREAS NTS.		05/19/2010	VARIOUS		468,359	465,000	467,007	466,975	(146)			(146)		466,829	1,529	1,529	4,751	11/30/2014	1	
912828-ME-7...	UNITED STATES TREAS NTS.		06/04/2010	MORGAN STANLEY&CO INC PRO.		92,837	90,000	91,115		(77)			(77)		91,038	1,799	1,799	1,044	12/31/2014	1	
912828-MH-0...	UNITED STATES TREAS NTS.		06/04/2010	VARIOUS		690,603	690,000	687,209		127			127		687,337	3,266	3,266	4,358	01/31/2015	1	
912828-MN-7...	UNITED STATES TREAS NTS.		06/28/2010	BOENNING & SCATTERGOOD IN.		6,071,250	6,000,000	6,000,407		(42)			(42)		6,000,366	70,884	70,884	30,539	02/15/2013	1	
912828-MP-2...	UNITED STATES TREAS NTS.		05/26/2010	VARIOUS		3,617,670	3,609,000	3,592,760		40			40		3,592,800	24,870	24,870	30,397	02/15/2020	1	
912828-MQ-0...	UNITED STATES TREAS NTS.		06/28/2010	VARIOUS		40,196,875	40,000,000	40,048,953		(7,925)			(7,925)		40,041,028	155,847	155,847	115,082	02/29/2012	1	
912828-MR-8...	UNITED STATES TREAS NTS.		06/28/2010	VARIOUS		7,369,938	7,210,000	7,214,252		(193)			(193)		7,214,059	155,879	155,879	48,933	02/28/2015	1	
912828-MS-6...	UNITED STATES TREAS NTS.		06/17/2010	VARIOUS		58,989	60,000	59,588		4			4		59,591	(603)	(603)	244	02/28/2017	1	
912828-MV-9...	UNITED STATES TREAS NTS.		04/29/2010	VARIOUS		295,109	295,000	294,032		1			1		294,033	1,076	1,076	658	03/31/2017	1	
912828-MW-7...	UNITED STATES TREAS NTS.		05/27/2010	VARIOUS		650,967	640,000	639,071		18			18		639,088	11,878	11,878	2,167	03/31/2015	1	
912828-MX-5...	UNITED STATES TREAS NTS.		06/28/2010	VARIOUS		23,413,164	23,000,000	23,210,366		(6,286)			(6,286)		23,204,081	209,083	209,083	59,863	04/15/2013	1	
912828-MZ-0...	UNITED STATES TREAS NTS.		06/28/2010	VARIOUS		6,709,473	6,500,000	6,640,483		(2,685)			(2,685)		6,637,798	71,674	71,674	26,495	04/30/2015	1	
912828-NA-4...	UNITED STATES TREAS NTS.		06/04/2010	VARIOUS		1,978,782	1,925,000	1,939,548		(113)			(113)		1,939,435	39,347	39,347	5,958	04/30/2017	1	
912828-ND-8...	UNITED STATES TREAS NTS.		06/17/2010	VARIOUS		659,186	645,000	657,700		(23)			(23)		657,677	1,509	1,509	1,967	05/15/2020	1	
912828-NE-6...	UNITED STATES TREAS NTS.		06/04/2010	BOENNING & SCATTERGOOD IN.		6,998,906	7,000,000	6,992,344		10			10		6,992,354	6,552	6,552	1,004	05/31/2012	1	
912828-NF-3...	UNITED STATES TREAS NTS.		06/21/2010	MORGAN STANLEY&CO INC PRO.		200,883	200,000	201,337		(8)			(8)		201,328	779	(445)	1,224	05/31/2015	1	
	US TREAS																				
912828-NB-2...	1.000% 4/30/		06/28/2010	BOENNING & SCATTERGOOD IN.		20,139,062	20,000,000	20,040,775		(2,726)			(2,726)		20,038,049	101,013	101,013	32,609	04/30/2012	1	
0399999 - totals - Bonds - U.S. Governments						282,805,622	277,921,101	281,704,258	28,284,136	0	(77,415)	0	(77,415)	0	281,586,646	0	1,218,970	1,218,970	1,645,998	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
31292H-GP-3...	FHLMC GOLD POOL #C01106...		06/15/2010	PRINCIPAL RECEIPT.		297		301		(3)			(3)		297		0	9	12/01/2030	1	
	FH																				

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
3128P0-RW-3...	FHLMC PC GOLD 15 YR		06/15/2010	PRINCIPAL RECEIPT		435,638	435,638	450,613			(14,975)		(14,975)		435,638			0	6,172	12/01/2024	1
3128P7-DW-2...	FHLMC PC CASH 20		06/15/2010	PRINCIPAL RECEIPT		48,391	48,391	49,374	49,333	(942)			(942)		48,391			0	1,242	12/01/2026	1
31283K-XB-9...	FHLMC PC COMB 15		06/15/2010	PRINCIPAL RECEIPT		15,211	15,211	15,746	15,567	(356)			(356)		15,211			0	373	02/01/2019	1
3128MB-EG-8...	FHLMC PC COMB 15		06/15/2010	PRINCIPAL RECEIPT		85,782	85,781	86,113	86,062	(280)			(280)		85,782			0	1,953	03/01/2022	1
3128MM-AG-8...	FHLMC PC COMB 15		06/15/2010	PRINCIPAL RECEIPT		289,461	289,460	311,306	311,400	(21,940)			(21,940)		289,461			0	6,770	08/01/2019	1
31283H-6C-4...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		8,345	8,344	8,505	8,501	(156)			(156)		8,345			0	222	12/01/2032	1
31283H-6D-2...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		27,629	27,628	28,244	28,220	(592)			(592)		27,629			0	767	12/01/2031	1
31283H-Z6-5...	FHLMC PC COMB 30		05/15/2010	VARIOUS		857,267	809,904	863,307		(2,064)			(2,064)		861,243	(3,975)		(3,975)	6,882	03/01/2034	1
3128KU-MB-0...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		6,339	6,339	6,410	6,409	(70)			(70)		6,339			0	178	08/01/2037	1
3128LX-AU-4...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		46,539	46,539	46,041	46,048	491			491		46,539			0	956	06/01/2035	1
3128M4-AZ-6...	FHLMC PC COMB 30		04/15/2010	VARIOUS		225,778	213,258	208,044	208,072	200			200		208,272	17,506		17,506	4,512	12/01/2036	1
3128M5-GR-5...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		34,934	34,933	35,239	35,236	(302)			(302)		34,934			0	859	07/01/2037	1
3128M5-HJ-2...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		6,462	6,462	6,525	6,524	(62)			(62)		6,462			0	158	06/01/2036	1
3128M6-FT-0...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		77,499	77,498	80,429	80,455	(2,956)			(2,956)		77,499			0	2,031	03/01/2038	1
3128M6-SG-4...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		346,661	346,660	364,752	365,163	(18,502)			(18,502)		346,661			0	7,601	01/01/2038	1
3128M7-Z3-3...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		26,548	26,548	28,120		(1,572)			(1,572)		26,548			0	122	07/01/2035	1
312936-6H-5...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		4,360	4,360	4,535		(174)			(174)		4,360			0	57	11/01/2039	1
312937-BL-8...	FHLMC PC COMB 30		06/15/2010	PRINCIPAL RECEIPT		1,319	1,319	1,372		(53)			(53)		1,319			0	17	11/01/2039	1
312940-CW-9...	FHLMC PC COMB 30		06/15/2010	VARIOUS		1,513,637	1,456,648	1,507,859		235			235		1,508,094	5,542		5,542	7,285	04/01/2040	1
31349S-JK-0...	FHLMC PC 30YR		06/15/2010	PRINCIPAL RECEIPT		3,197	3,196	3,149	3,149	47			47		3,197			0	42	01/01/2034	1
31349U-K4-9...	FHLMC PC 30YR		06/15/2010	PRINCIPAL RECEIPT		268,134	268,133	264,657	264,668	3,466			3,466		268,134			0	4,712	02/01/2035	1
3128NH-VA-8...	FHLMC PC ARM		06/15/2010	PRINCIPAL RECEIPT		1,431,176	1,431,176	1,464,049	1,464,540	(33,364)			(33,364)		1,431,176			0	32,719	11/01/2036	1
3128QS-JZ-0...	FHLMC PC ARM		06/15/2010	PRINCIPAL RECEIPT		156,727	156,726	154,425	154,451	2,276			2,276		156,727			0	3,103	07/01/2037	1
31294J-RB-6...	FHLMC PC GOLD CASH 6.50		06/15/2010	PRINCIPAL RECEIPT		1,161	1,161	1,206	1,166	(5)			(5)		1,161			0	32	04/01/2012	1
31283K-R6-7...	FHLMC Pool #G11409		06/15/2010	PRINCIPAL RECEIPT		9,818	9,818	10,192	10,075	(256)			(256)		9,818			0	246	05/01/2017	1
31283K-KT-4...	FHLMC Pool G11206 6.0%		06/15/2010	PRINCIPAL RECEIPT		3,421	3,420	3,520	3,420	0			0		3,421			0	88	01/01/2015	1
31392P-BJ-3...	FHLMC REMIC SERIES 2456		06/15/2010	PRINCIPAL RECEIPT		109,362	109,361	111,156	111,982	(2,620)			(2,620)		109,362			0	2,756	06/15/2032	1
31395L-7G-0...	FHLMC REMIC SERIES 2923		06/15/2010	PRINCIPAL RECEIPT		40,439	40,438	42,575		(2,136)			(2,136)		40,439			0	492	10/15/2032	1
31395P-LL-4...	FHLMC REMIC SERIES 2953		06/15/2010	PRINCIPAL RECEIPT		97,782	97,782	102,488		(4,706)			(4,706)		97,782			0	733	01/15/2023	1
31396A-KP-8...	FHLMC REMIC SERIES 3030		06/15/2010	PRINCIPAL RECEIPT		271,989	271,989	273,689	274,729	(2,740)			(2,740)		271,989			0	6,128	03/15/2034	1
31397P-SM-8...	FHLMC REMIC SERIES 3389		06/15/2010	PRINCIPAL RECEIPT		126,302	126,301	127,565	127,369	(1,067)			(1,067)		126,302			0	3,223	12/15/2035	1
31392M-EM-0...	FHLMC REMIC SERIES T0041		06/25/2010	PRINCIPAL RECEIPT		1,587	1,587	1,649	1,590	(3)			(3)		1,587			0	49	07/25/2032	1
3133T1-W8-1...	FHLMC SERIES 1608		06/15/2010	PRINCIPAL RECEIPT		9,901	9,901	10,572	10,084	(183)			(183)		9,901			0	265	09/15/2023	1
31385J-JF-6...	FNMA PASS THRU LNG 30 TEAR		06/25/2010	PRINCIPAL RECEIPT		6,579	6,578	6,843	6,834	(255)			(255)		6,579			0	166	07/01/2032	1
31404C-LB-4...	FNMA PASS-THRU SINGLE		06/25/2010	PRINCIPAL RECEIPT		592	591	582	582	10			10		592			0	7	06/01/2034	1
31381J-J5-2...	FNMA PASS-THRU BLLN		06/25/2010	PRINCIPAL RECEIPT		748	747	732	735	12			12		748			0	17	11/01/2015	1
31405F-D5-8...	FNMA PASS-THRU SNGLE FAML		06/25/2010	PRINCIPAL RECEIPT		3,086	3,085	3,252	3,243	(157)			(157)		3,086			0	90	10/01/2032	1
31385J-D2-1...	FNMA PASS-THRU YEAR		06/25/2010	PRINCIPAL RECEIPT		16,173	16,172	17,027	16,776	(603)			(603)		16,173			0	419	05/01/2017	1

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig- nation or Market Indicator (a)
31385W-5T-2..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		83,056	83,056	84,575	84,236		(1,179)		(1,179)		83,056			0	2,044	12/01/2017..	1
31389H-LT-3..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		20,484	20,483	20,657	20,573		(89)		(89)		20,484			0	491	03/01/2017..	1
31402C-RT-1..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		86,387	86,387	86,927	86,785		(397)		(397)		86,387			0	1,982	12/01/2018..	1
31403D-DK-2..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		123,399	123,398	125,635	125,328		(1,929)		(1,929)		123,399			0	3,067	03/01/2021..	1
31406W-EX-8..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		39,509	39,509	37,707	37,869		1,640		1,640		39,509			0	932	06/01/2020..	1
31410F-WM-3..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		12,308	12,308	12,362	12,354		(45)		(45)		12,308			0	268	05/01/2021..	1
31410G-RV-7..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		107,451	107,451	115,191			(7,740)		(7,740)		107,451			0	1,549	10/01/2021..	1
31410K-A3-8..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		17,058	17,058	16,994	16,995		64		64		17,058			0	352	04/01/2023..	1
31410W-GV-6..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		27,548	27,548	27,152	27,169		379		379		27,548			0	489	11/01/2021..	1
31412R-E5-2..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		88,317	88,316	88,124			193		193		88,317			0	354	03/01/2025..	1
31412V-JV-1..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		12,473	12,473	12,876			(402)		(402)		12,473			0	42	05/01/2025..	1
31413M-NF-0..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		22,777	22,776	22,866	22,858		(81)		(81)		22,777			0	576	08/01/2022..	1
31414H-F6-9..	FNMA PASS-THRU INT 15 YEAR		05/25/2010..	VARIOUS.....		135,144	128,065	127,771	127,769		14		14		127,784		7,360	7,360	2,744	01/01/2023..	1
31416B-QK-7..	FNMA PASS-THRU INT 15 YEAR		05/25/2010..	VARIOUS.....		154,398	147,168	149,560	149,433		(142)		(142)		149,291		5,107	5,107	2,852	12/01/2020..	1
314170-5Q-3..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		106,273	106,272	110,358	110,432		(4,159)		(4,159)		106,273			0	1,992	11/01/2024..	1
31417V-4Y-6..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		108,289	108,288	113,365			(5,076)		(5,076)		108,289			0	814	01/01/2025..	1
31417Y-JK-4..	FNMA PASS-THRU INT 15 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		74,159	74,158	78,510			(4,351)		(4,351)		74,159			0	1,003	11/01/2024..	1
31371N-A5-4..	FNMA PASS-THRU INT 20 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		66,531	66,530	67,872	67,813		(1,282)		(1,282)		66,531			0	1,577	02/01/2027..	1
31368H-LZ-4..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		294,522	294,521	311,089	311,036		(16,514)		(16,514)		294,522			0	7,225	12/01/2033..	1
31371K-VH-1..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		13,585	13,584	14,130	14,114		(529)		(529)		13,585			0	323	11/01/2032..	1
31371N-H4-0..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		395,849	395,848	414,806	414,752		(18,903)		(18,903)		395,849			0	9,632	08/01/2037..	1
31384W-LF-5..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		23,741	23,740	24,694	24,659		(918)		(918)		23,741			0	593	05/01/2031..	1
31385J-F8-6..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		13,521	13,520	14,064	14,047		(526)		(526)		13,521			0	339	06/01/2032..	1
31385W-V6-3..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		22,548	22,547	23,453	23,426		(879)		(879)		22,548			0	558	10/01/2032..	1
31385X-EC-7..	FNMA PASS-THRU LNG 30 YEAR		04/26/2010..	VARIOUS.....		1,116,528	1,055,483	1,060,761	1,060,615		(231)		(231)		1,060,385		56,143	56,143	22,359	06/01/2033..	1
31391K-5X-1..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		13,403	13,402	13,941	13,924		(521)		(521)		13,403			0	339	05/01/2032..	1
31400R-R9-4..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		9,153	9,153	9,569			(416)		(416)		9,153			0	107	06/01/2033..	1
31402C-PL-0..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		6,245	6,245	6,529			(284)		(284)		6,245			0	57	11/01/2033..	1
31402C-U6-7..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		26,637	26,636	27,848			(1,211)		(1,211)		26,637			0	245	03/01/2034..	1
31402C-VZ-2..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		3,101	3,101	3,242			(141)		(141)		3,101			0	29	03/01/2034..	1
31402C-Y3-0..	FNMA PASS-THRU LNG 30 YEAR		06/25/2010..	PRINCIPAL RECEIPT.....		98,335	98,334	105,233	105,330		(6,995)		(6,995)		98,335			0	2,435	03/01/2034..	1

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Desig- nation or Market Indicator (a)
31402D-JS-0...	FNMA PASS-THRU LNG 30 YEAR		04/25/2010	VARIOUS		1,294,246	1,223,570	1,298,132			(2,279)		(2,279)		1,295,853		(1,607)	(1,607)	9,091	09/01/2034	1
31402Q-WA-5...	FNMA PASS-THRU LNG 30 YEAR		05/25/2010	VARIOUS		268,008	254,347	247,711	247,820		1,159		1,159		248,979		19,029	19,029	6,254	01/01/2035	1
31403C-6L-0...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		15,487	15,486	15,859	15,855	(368)			(368)		15,487			0	343	02/01/2036	1
31407J-2Q-4...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		49,990	49,989	47,490	47,517		2,473		2,473		49,990			0	1,114	09/01/2035	1
31410F-2Q-7...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		35,792	35,791	35,723	35,722		70		70		35,792			0	779	08/01/2034	1
31410F-6B-6...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		1,348,234	1,348,233	1,476,705	630,684	(129,912)			(129,912)		1,348,234			0	24,189	04/01/2037	1
31410F-T6-2...	FNMA PASS-THRU LNG 30 YEAR		05/25/2010	VARIOUS		44,742	42,403	42,141	42,143		12		12		42,155		2,587	2,587	1,042	02/01/2035	1
31410F-YE-9...	FNMA PASS-THRU LNG 30 YEAR		05/31/2010	VARIOUS		86,491	82,250	80,284	80,296		330		330		80,626		5,864	5,864	2,020	05/01/2036	1
31410G-KD-4...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		5,955	5,955	5,938	5,938		17		17		5,955			0	145	09/01/2036	1
31410G-RL-9...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		810,041	810,040	842,569	842,493	(32,452)			(32,452)		810,041			0	19,103	11/01/2037	1
31410K-3J-1...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		214,538	214,537	223,019	222,804	(8,266)			(8,266)		214,538			0	5,373	02/01/2039	1
31410K-RB-2...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		319,545	319,544	329,481	329,506	(9,961)			(9,961)		319,545			0	7,444	07/01/2038	1
31410K-XE-9...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		937,146	937,145	991,324		(54,179)			(54,179)		937,146			0	7,592	10/01/2038	1
31410S-PH-4...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		2,882	2,882	2,885	2,885	(3)			(3)		2,882			0	72	08/01/2036	1
31412P-G4-7...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		22,163	22,162	22,381		(218)			(218)		22,163			0	345	04/01/2039	1
31412Q-NL-9...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		42,629	42,629	44,388		(1,758)			(1,758)		42,629			0	537	09/01/2039	1
31412S-FF-7...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		973,342	973,342	1,042,693		(69,351)			(69,351)		973,342			0	14,214	11/01/2037	1
31414A-AG-7...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		468,882	468,881	506,356		(37,474)			(37,474)		468,882			0	2,344	11/01/2037	1
31414S-YB-3...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		176,709	176,709	187,671		(10,962)			(10,962)		176,709			0	2,796	06/01/2038	1
31415M-X4-2...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		105,792	105,791	103,593	103,603		2,188		2,188		105,792			0	2,615	06/01/2038	1
31416B-L7-1...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		432,842	432,841	462,396		(29,555)			(29,555)		432,842			0	4,265	09/01/2037	1
31416B-RY-6...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		29,646	29,646	30,744	30,770	(1,124)			(1,124)		29,646			0	645	07/01/2035	1
31416B-YG-7...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		625,302	625,301	669,854		(44,553)			(44,553)		625,302			0	9,187	01/01/2039	1
31416T-L4-9...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		12,584	12,584	12,700		(116)			(116)		12,584			0	145	08/01/2039	1
31417N-BY-6...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		2,714	2,714	2,821		(108)			(108)		2,714			0	37	10/01/2039	1
31417Q-TJ-3...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		29,681	29,681	30,743	30,764	(1,082)			(1,082)		29,681			0	561	10/01/2039	1
31417T-MA-3...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		25,716	25,716	26,017		(301)			(301)		25,716			0	287	12/01/2039	1
31418M-EA-6...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		290,502	290,502	311,246	311,009	(20,507)			(20,507)		290,502			0	6,836	10/01/2038	1
31418R-GB-1...	FNMA PASS-THRU LNG 30 YEAR		06/25/2010	PRINCIPAL RECEIPT		1,388	1,387	1,435		(47)			(47)		1,388			0	10	04/01/2040	1
31371N-LS-2...	7-10YR FNMA PASS-THRU LNG 10		06/25/2010	PRINCIPAL RECEIPT		722,785	722,784	735,998	736,315	(13,531)			(13,531)		722,785			0	16,781	10/01/2037	1
31413Q-PD-4...	7-10YR		06/25/2010	PRINCIPAL RECEIPT		390,992	390,991	402,355	402,575	(11,583)			(11,583)		390,992			0	8,986	10/01/2037	1

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

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Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
31418W-XZ-0...	FNMA PASS-THRU LNG 10 7-10YR		06/25/2010	PRINCIPAL RECEIPT		284,657	284,657	303,271			(18,614)		(18,614)		284,657			0	5,623	05/01/2038	1
31385H-QL-9...	FNMA PASS-THRU MEGA MULTI 7		06/25/2010	PRINCIPAL RECEIPT		2,150	2,149	2,234	2,195		(45)		(45)		2,150			0	56	05/01/2011	1
31385H-W6-5...	FNMA PASS-THRU MEGA MULTI 7		06/25/2010	PRINCIPAL RECEIPT		1,330	1,330	1,396	1,368		(38)		(38)		1,330			0	33	11/01/2011	1
31385H-YR-7...	FNMA PASS-THRU MEGA MULTI 7		06/25/2010	PRINCIPAL RECEIPT		1,640	1,640	1,688	1,669		(28)		(28)		1,640			0	39	11/01/2011	1
31385J-A4-0...	FNMA PASS-THRU MEGA MULTI 7		06/25/2010	PRINCIPAL RECEIPT		9,046	9,045	9,535	9,352		(306)		(306)		9,046			0	244	02/01/2012	1
31385J-B0-0...	FNMA PASS-THRU MEGA MULTI 7		06/25/2010	PRINCIPAL RECEIPT		969	968	1,051	1,000		(31)		(31)		969			0	31	03/01/2012	1
31410F-S5-5...	FNMA PASS-THRU SHRT 10 YEAR		06/25/2010	PRINCIPAL RECEIPT		40,902	40,901	41,554	41,416		(514)		(514)		40,902			0	1,048	11/01/2016	1
31410K-6E-9...	FNMA PASS-THRU INT 15 YEAR		05/25/2010	VARIOUS		418,218	396,473	416,731	416,734		(1,419)		(1,419)		415,315		2,903	2,903	8,519	03/01/2024	1
31410K-6G-4...	FNMA PASS-THRU INT 15 YEAR		05/25/2010	VARIOUS		139,074	131,523	138,429	138,413		(541)		(541)		137,872		1,201	1,201	2,825	09/01/2024	1
31371K-T9-2...	FNMA POOL #254476 5.5%		06/25/2010	PRINCIPAL RECEIPT		14,236	14,236	14,281	14,273		(37)		(37)		14,236			0	349	09/01/2032	1
31385H-2U-5...	FNMA POOL #545387 5.863%		06/25/2010	PRINCIPAL RECEIPT		2,552	2,552	2,659	2,608		(56)		(56)		2,552			0	63	01/01/2012	1
31385J-06-8...	FNMA POOL #545977 5.5%		06/25/2010	PRINCIPAL RECEIPT		9,491	9,490	9,857	9,652		(161)		(161)		9,491			0	219	09/01/2017	1
31385W-TV-5...	FNMA POOL #555067 6.5%		06/25/2010	PRINCIPAL RECEIPT		8,026	8,025	8,450	8,225		(199)		(199)		8,026			0	216	12/01/2014	1
31387D-3Q-0...	FNMA POOL #581407		06/25/2010	PRINCIPAL RECEIPT		2,926	2,926	2,973	2,970		(44)		(44)		2,926			0	79	06/01/2031	1
31410K-MG-6...	5.000% 12/01/2010 FNMA POOL #889886		06/25/2010	PRINCIPAL RECEIPT		30,850	30,849	29,695	29,716		1,134		1,134		30,850			0	679	12/01/2036	1
31410K-UK-8...	7.000% 12/01/2010 FNMA POOL #995752		06/25/2010	PRINCIPAL RECEIPT		300,763	300,762	314,861	314,832		(14,069)		(14,069)		300,763			0	7,427	12/01/2037	1
31416C-EZ-5...	4.500% 5/01/2010 FNMA POOL #ADQ163		06/25/2010	PRINCIPAL RECEIPT		4,309	4,309	4,384	4,383		(74)		(74)		4,309			0	83	05/01/2039	1
31418W-FD-9...	6.000% 9/01/2010 FNMA POOL #ADQ283		06/25/2010	PRINCIPAL RECEIPT		103,709	103,709	109,608	109,602		(5,893)		(5,893)		103,709			0	2,569	09/01/2039	1
31418W-J5-2...	5.500% 9/01/2010 FNMA POOL #ADQ526		06/25/2010	PRINCIPAL RECEIPT		281,852	281,852	299,622	299,503		(17,651)		(17,651)		281,852			0	6,620	09/01/2024	1
31418W-SQ-6...	6.000% 12/01/2010 FNMA POOL #ADQ833		06/25/2010	PRINCIPAL RECEIPT		487,080	487,080	521,385	521,432		(34,352)		(34,352)		487,080			0	12,102	12/01/2038	1
31418W-4T-6...	6.000% 3/01/2010 FNMA REMIC STRIP E 1		06/25/2010	PRINCIPAL RECEIPT		219,660	219,659	233,388	233,388		(13,729)		(13,729)		219,660			0	2,125	01/01/2039	1
31364H-AJ-6...	FNMA REMIC STRIP E 1		06/25/2010	PRINCIPAL RECEIPT		1,795	1,795	1,756	1,785		10		10		1,795			0	43	09/01/2010	1
31359W-U5-8...	FNMA REMIC TRUST 1999-51		06/25/2010	PRINCIPAL RECEIPT		138,066	138,065	141,862	141,496		(3,431)		(3,431)		138,066			0	3,471	08/25/2029	1
31392A-JW-9...	FNMA REMIC TRUST 2001-50		06/25/2010	PRINCIPAL RECEIPT		17,113	17,113	18,096	17,956		(842)		(842)		17,113			0	478	10/25/2041	1
31392B-MM-5...	FNMA REMIC TRUST 2001-79		06/25/2010	PRINCIPAL RECEIPT		5,501	5,501	5,641	5,559		(58)		(58)		5,501			0	150	03/25/2045	1
31395N-U4-7...	FNMA REMIC TRUST 2006-59		06/25/2010	PRINCIPAL RECEIPT		353,723	353,723	355,492	355,369		(1,646)		(1,646)		353,723			0	8,089	02/25/2029	1
31358S-7A-3...	FNMA SERIES 2001-T3		06/25/2010	PRINCIPAL RECEIPT		4,615	4,615	4,730	4,624		(8)		(8)		4,615			0	141	11/25/2040	1
31392J-AA-7...	FNMA SERIES 2003-W2 6.50%		06/25/2010	PRINCIPAL RECEIPT		3,778	3,778	3,998	3,846		(67)		(67)		3,778			0	108	07/25/2042	1
31392D-7G-1...	FNR 2002-T12 CL A3 7.5%		06/25/2010	PRINCIPAL RECEIPT		2,896	2,896	3,194	2,965		(68)		(68)		2,896			0	87	05/25/2042	1
31393A-P9-2...	FNR 2003-W4 CL -W4 7.0%		06/25/2010	PRINCIPAL RECEIPT		3,269	3,269	3,504	3,389		(118)		(118)		3,269			0	89	10/25/2042	1
38375J-M9-3...	GNMA REMIC TRUST 2007-27		06/20/2010	PRINCIPAL RECEIPT		159,848	159,848	160,148	160,034		(186)		(186)		159,848			0	3,353	09/20/2036	1
3199999 - Totals - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						23,329,146	23,016,712	23,997,450	13,577,662	0	(785,426)	0	(785,426)	0	23,211,484	0	117,660	117,660	403,618	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
002824-AY-6...	ABBOTT LABS		06/09/2010	SALOMON SMITH BARNEY INC/		100,869	100,000	99,228					0		99,228		1,641	1,641	250	05/27/2040	1FE
00768R-AB-8...	AERO 1 HQ FIN TR 4.890% 7/07/		04/01/2010	MORGAN KEEGAN & COMPANY I		1,488,750	1,500,000	1,320,000	1,427,571		34,361		34,361		1,461,932		26,818	26,818	25,673	07/07/2010	2FE
01741R-AD-4...	ALLEGHENY TECHNOLOGIES INC.		06/03/2010	VARIOUS		993,231	700,000	777,400	768,742		(6,377)		(6,377)		762,365		230,866	230,866	15,453	06/01/2014	2FE
031162-AQ-3...	AMGEN INC.		06/03/2010	WACHOVIA SECURITIES CAPIT		250,000	250,000	224,063	232,053		2,365		2,365		234,418		15,582	15,582	799	02/01/2013	1FE
032511-AV-3...	ANADARKO PETE CORP		04/20/2010	GOLDMAN, SACHS & CO		82,480	80,000	82,862			(5)		(5)		82,857		(377)	(377)	545	09/15/2036	2FE
03760A-AK-7...	APOGENT TECHNOLOGIES Zero coupon		05/06/2010	VARIOUS		1,583,257	875,000	1,087,999	1,080,658		(3,133)		(3,133)		1,077,525		505,732	505,732	896	12/15/2033	1FE
046353-AD-0...	ASTRAZENECA PLC	F	05/11/2010	STIFEL, NICOLAUS & CO., IN		2,711,016	2,400,000	2,770,272	2,769,656		(2,137)		(2,137)		2,767,519		(56,503)	(56,503)	102,770	09/15/2037	1FE
001957-BD-0...	AT&T CORP. STEP UP		06/08/2010	VARIOUS		217,525	175,000	212,062	209,678		(315)		(315)		209,363		8,162	8,162	8,011	11/15/2031	1FE
05948X-TD-3...	BA MTG SECS INC 2003-H		06/25/2010	PRINCIPAL RECEIPT		254	253	223	207		46		46		254			0	4	09/25/2033	12*
05949A-HA-1...	BA MTG SECS INC 2004-E		06/25/2010	PRINCIPAL RECEIPT		5,037	5,037	4,897	4,957		80		80		5,037			0	91	06/25/2034	12*
05949C-CA-2...	BA MTG SECS INC 2005-F		06/04/2010	VARIOUS		900,750	1,056,664	950,998	956,527		5,999		5,999		962,526		(61,776)	(61,776)	24,151	07/25/2035	12*
060516-DZ-9...	BANK AMER FDG CORP		04/22/2010	VARIOUS		479,947	420,000	485,497			(729)		(729)		484,767		(4,821)	(4,821)	12,654	06/01/2019	1FE
060516-EA-3...	BANK AMER FDG CORP		04/23/2010	US BANCORP INVESTMENTS IN		160,761	150,000	162,456	162,332		(496)		(496)		161,837		(1,076)	(1,076)	7,313	08/01/2016	1FE

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
060516-EB-1	BANK AMER FDC CORP		04/19/2010	CHASE SECURITIES, INC.		202,230	200,000	199,798			.4		.4		199,802		2,428	2,428	1,025	04/01/2015	1FE
060505-DH-4	BANK OF AMERICA CORPORATION		04/22/2010	Barclays Capital		25,953	25,000	24,944	24,954		.1		.1		24,956		.997	.997	.983	09/01/2017	1FE
084423-AP-7	BERKLEY W R CORP		04/30/2010	WALL STREET ACCESS		936,680	1,000,000	916,770	919,044		345		345		919,390		17,290	17,290	45,139	02/15/2037	2FE
05568Y-AA-6	BNSF RAILWAY CO 2007-1		04/01/2010	PRINCIPAL RECEIPT		28,528	28,527	28,528	28,528				0		28,528			0	.855	04/01/2024	1FE
13342B-AB-1	CAMERON INTERNATIONAL CORP		05/17/2010	VARIOUS		2,090,485	1,725,000	1,790,148	1,782,271		(1,034)		(1,034)		1,781,237		309,248	309,248	17,948	06/15/2026	2FE
140420-MV-9	CAPITAL ONE BK USA NATL ASSN		04/20/2010	MORGAN STANLEY&CO INC PRO		305,688	250,000	304,955			(.398)		(.398)		304,557		1,131	1,131	5,989	07/15/2019	2FE
143658-AN-2	CARNIVAL CORP. CONV. 2.00%		05/24/2010	GOLDMAN, SACHS & CO		324,750	300,000	375,094	356,645		(1,962)		(1,962)		354,683		(29,933)	(29,933)	3,700	04/25/2021	2FE
161630-AQ-1	CHASE MORTGAGE FIN TR 2007-A1		06/25/2010	PRINCIPAL RECEIPT		74,569	74,569	72,612	72,658		1,911		1,911		74,569			0	1,245	02/25/2037	12*
16165T-BM-4	CHASEFLEX TRUST 2005-2		06/01/2010	VARIOUS		4,529,847	4,876,283	4,556,400	4,605,758		49,359		49,359				(75,911)	(75,911)	113,920	06/25/2035	22*
17275R-AD-4	CISCO SYS INC		05/11/2010	MIZUHO SECURITIES USA INC		2,095,060	2,000,000	2,098,620	2,098,513		(.500)		(.500)		2,098,013		(2,953)	(2,953)	88,172	02/15/2039	1FE
17312K-AQ-5	CITICORP MTG SEC REMIC 2007-5		06/25/2010	PRINCIPAL RECEIPT		9,473	9,473	8,194	8,311		1,162		1,162		9,473			0	.217	06/25/2037	12*
20030N-BA-8	COMCAST CORP NEW		06/28/2010	MITSUBISHI UFJ SECURITIES		114,367	110,000	109,889			.3		.3		109,892		4,475	4,475	1,873	03/01/2020	2FE
20986N-AA-3	CONSOLIDATED RAIL CORP 1995-A		05/25/2010	PRINCIPAL RECEIPT		12,155	12,154	12,805	11,941		.214		.214		12,155			0	.491	05/25/2015	1FE
225460-AC-1	CREDIT SUISSE NEW YORK BRANCH	R	06/09/2010	VARIOUS		283,393	275,000	280,698	280,561		(.179)		(.179)		280,381		3,011	3,011	11,069	08/13/2019	1FE
225460-AD-9	CREDIT SUISSE NEW YORK BRANCH	R	04/27/2010	VARIOUS		485,324	475,000	474,081			.17		.17		474,098		11,226	11,226	7,308	01/14/2020	1FE
22540V-C7-5	CSFB COML MTG PTC 2002-CX1		06/18/2010	PRINCIPAL RECEIPT		.699		.717	.705		(.6)		(.6)		.699			0	.22	12/15/2035	1FE
225458-JE-6	CSFB MTG PTC 2005-5		06/25/2010	PRINCIPAL RECEIPT		12,675	12,674	12,822	10,912	1,929	(.166)		1,763		12,675			0	.333	07/25/2035	12*
126408-GO-0	CSX CORP		06/09/2010	VARIOUS		201,765	168,000	197,734			(.635)		(.635)		197,099		4,665	4,665	4,577	02/01/2019	2FE
126650-BU-3	CYS CAREMARK CORPORATION		05/27/2010	NOMURA SECURITIES INTL		223,902	225,000	223,886			.2		.2		223,888		.14	.14	.416	05/18/2020	1FE
12668A-N2-7	CWALT INC 2005-69		06/25/2010	PRINCIPAL RECEIPT		2,423	2,423	1,695	1,733		.690		.690		2,423			0	.16	12/25/2035	12*
02146T-AA-5	CWALT INC 2006-24CB		06/25/2010	PRINCIPAL RECEIPT		18,639	18,639	18,252	15,020	3,307	.311		3,618		18,639			0	.456	08/25/2036	12*
12668B-UA-9	CWALT INC 2006-6CB		06/25/2010	PRINCIPAL RECEIPT		22,508	22,507	21,615	19,799	1,947	.762		2,709		22,508			0	.515	05/25/2036	12*
02149V-AU-3	CWALT INC 2007-3T1		06/04/2010	VARIOUS		3,042,306	3,779,349	3,580,934	3,602,014		5,215		5,215		3,607,229		(564,923)	(564,923)	105,692	03/25/2027	22*
126694-HM-3	CWMBS INC 2005-25		06/28/2010	PRINCIPAL RECEIPT		18,220	18,219	18,083	18,086		.134		.134		18,220			0	.413	11/25/2035	12*
235851-AF-9	DANAHER CORP		04/26/2010	VARIOUS		153,750	125,000	121,163	122,044		.84		.84		122,129		31,621	31,621		01/22/2021	1FE
2515AD-HQ-9	DEUTSCHE BK AG	F	06/16/2010	US BANCORP INVESTMENTS IN		42,587	40,000	39,978	39,987		.2		.2		39,989		2,598	2,598	1,487	10/12/2012	1FE
268648-AK-8	E M C CORP MASS		06/03/2010	KBC FINANCIAL PRODUCTS		310,745	250,000	316,045	281,049		(.7,059)		(.7,059)		273,990		36,755	36,755	2,473	12/01/2011	1FE
26875P-AE-1	EOG RES INC		06/22/2010	MORGAN STANLEY&CO INC PRO		126,663	125,000	124,668			.2		.2		124,670		1,993	1,993	.535	06/01/2020	1FE
26884A-AX-1	ERP OPER LTD PARTNERSHIP		04/19/2010	WACHOVIA SECURITIES CAPIT		10,426	10,000	10,265			(.8)		(.8)		10,257		.169	.169	.442	06/15/2017	2FE
32051G-XQ-3	FIRST HORIZON MTG TR 2005-AR5		06/25/2010	PRINCIPAL RECEIPT		43,356	43,356	39,021	39,158		4,198		4,198		43,356			0	1,012	11/25/2035	12*
33736X-EB-1	FIRST UNION COMM MTG 2001-C4		06/14/2010	PRINCIPAL RECEIPT		7,166	7,166	7,274	7,195		(.29)		(.29)		7,166			0	.189	12/12/2033	1FE
33736X-FT-1	FIRST UNION COMM MTG 2002-C1		06/12/2010	PRINCIPAL RECEIPT		1,356	1,356	1,373	1,361		(.4)		(.4)		1,356			0	.35	02/12/2034	1FE
36967H-AL-1	GENL ELEC CAP CORP FDC TLGP		04/16/2010	MORGAN STANLEY&CO INC PRO		227,676	225,000	224,930	224,958		.10		.10		224,968		2,708	2,708	2,419	03/11/2011	1FE
36967H-BB-2	GENL ELEC CAP CORP FDC TLGP		04/16/2010	GOLDMAN, SACHS & CO		497,335	490,000	491,617	491,483		(.154)		(.154)		491,329		6,007	6,007	5,390	09/28/2012	1FE
381416-FM-1	GOLDMAN SACHS GROUP INC		04/28/2010	GOLDMAN, SACHS & CO		51,858	50,000	51,526	51,469		(.47)		(.47)		51,423		.435	.435	1,811	04/01/2018	1FE
38144L-AB-6	GOLDMAN SACHS GROUP INC		04/27/2010	MORGAN STANLEY&CO INC PRO		26,149	25,000	24,956			.1		.1		24,965		1,184	1,184	1,037	09/01/2017	1FE
38141E-A2-5	GOLDMAN SACHS GRP INC MTN BE		05/04/2010	GOLDMAN, SACHS & CO		49,894	45,000	52,385	52,145		(.208)		(.208)		51,938		(2,043)	(2,043)	2,448	02/15/2019	1FE
38141E-A5-8	GOLDMAN SACHS GRP INC MTN BE		04/30/2010	VARIOUS		181,709	185,000	183,846			.10		.10		183,856		(2,146)	(2,146)	1,279	03/15/2020	1FE
406216-AW-1	HALLIBURTON CO		05/12/2010	CREDIT SUISSE FIRST BOSTO		115,369	106,000	120,221			(.5)		(.5)		120,216		(4,847)	(4,847)	1,197	09/15/2038	1FE
406216-AY-7	HALLIBURTON CO		05/10/2010	State Street Bank & Trust		268,098	219,000	271,978			(.14)		(.14)		271,965		(3,867)	(3,867)	2,629	09/15/2039	1FE
41162D-AF-6	HARBORVIEW MTG LN TR 2008-12		06/19/2010	PRINCIPAL RECEIPT		2,995	2,995	2,194	2,268		.727		.727		2,995			0	.6	12/19/2036	12*
416515-AZ-7	HARTFORD FINL SVCS GROUP INC		05/05/2010	VARIOUS		196,902	200,000	199,510			(.2)		(.2)		199,508		(2,606)	(2,606)	1,436	03/30/2020	2FE
418056-AN-7	HASBRO INC		04/09/2010	SALOMON SMITH BARNEY INC/ CONVERSION		1,036,331	575,000	591,449	585,496		(2,378)		(2,378)		683,118		353,213	353,213		12/01/2021	2FE
45687A-AA-0	INGERSOLL-RAND GLOBAL HLDG CO		05/05/2010	VARIOUS		465,369	405,000	442,411	103,223		(.793)		(.793)		441,700		23,669	23,669	15,340	08/15/2018	2FE
46625H-HL-7	JPMORGAN CHASE & CO		04/30/2010	CHASE SECURITIES, INC		657,321	597,000	655,259	44,941		(1,210)		(1,210)		654,053		3,268	3,268	20,059	04/23/2019	1FE
46625H-HQ-6	JPMORGAN CHASE & CO		06/25/2010	VARIOUS		355,749	355,000	355,011					0		355,011		738	738	2,645	03/25/2020	1FE

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Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
485260-BH-5...	KANSAS GAS & ELEC CO		05/17/2010	MORGAN KEEGAN & COMPANY L		923,356	885,712	874,641	868,441		825		825		869,266		54,089	54,089	32,094	03/29/2021	2FE
502413-AZ-0...	L-3 COMMUNICATIONS CORP.		06/08/2010	BANC AMERICA SECURITIES L		120,692	120,000	119,615		1			1		119,616		1,076	1,076	317	07/15/2020	1FE
534187-AY-5...	LINCOLN NATL CORP IND.		05/05/2010	WACHOVIA SECURITIES CAPIT		53,195	50,000	49,926		2			2		49,928		3,267	3,267	1,293	02/15/2020	2FE
55265K-3R-8...	MASTR ASSET TR 2003-12		06/25/2010	PRINCIPAL RECEIPT		9,031	9,030	9,010		21			21		9,031		0	0	198	12/25/2033	12*
59156R-AT-5...	METLIFE INC.		04/29/2010	CHASE SECURITIES, INC.		235,540	200,000	209,357	209,030		(246)		(246)		208,784		26,756	26,756	19,657	02/15/2019	1FE
617446-V7-1...	MORGAN STANLEY		04/07/2010	MORGAN STANLEY&CO INC PRO		130,521	125,000	132,289		(46)			(46)		132,243		(1,722)	(1,722)	955	08/28/2017	1FE
61746S-BR-9...	MORGAN STANLEY		04/21/2010	MORGAN STANLEY&CO INC PRO		366,251	350,000	365,176		(228)			(228)		364,948		1,303	1,303	9,981	10/15/2015	1FE
61747Y-CE-3...	MORGAN STANLEY		04/23/2010	MORGAN STANLEY&CO INC PRO		106,337	100,000	99,876	99,901		5		5		99,906		6,431	6,431	3,000	04/28/2015	1FE
61747Y-CG-8...	MORGAN STANLEY		04/06/2010	MORGAN STANLEY&CO INC PRO		109,944	100,000	108,803	108,497		(180)		(180)		108,317		1,627	1,627	2,961	05/13/2019	1FE
61747Y-CK-9...	MORGAN STANLEY		04/07/2010	MORGAN STANLEY&CO INC PRO		99,889	100,000	99,960	99,961		2		2		99,963		(74)	(74)	1,657	11/20/2014	1FE
61747Y-CM-5...	MORGAN STANLEY		04/08/2010	GOLDMAN, SACHS & CO.		340,963	350,000	347,685		27			27		347,712		(6,749)	(6,749)	4,117	01/26/2020	1FE
652482-BL-3...	NEWS AMER INC.		06/30/2010	VARIOUS		70,097	65,000	64,094	23,563		7		7		64,149		5,948	5,948	2,253	12/15/2035	2FE
66989H-AC-2...	NOVARTIS CAPITAL CORP.		06/09/2010	CREDIT SUISSE FIRST BOSTO		203,898	200,000	199,044		40			40		199,084		4,814	4,814	1,418	04/24/2015	1FE
681919-AT-3...	COUPON		06/15/2010	Gold		1,280,000	1,280,000	1,280,943	1,280,963		(20)		(20)		1,280,943		(943)	(943)		06/15/2033	1FE
713448-BN-7...	PEPSICO INC		06/09/2010	CHASE SECURITIES, INC.		130,084	125,000	127,979		(56)			(56)		127,923		2,161	2,161	2,344	01/15/2020	1FE
72650R-AR-3...	L P		04/13/2010	MORGAN KEEGAN & COMPANY L		1,042,000	1,000,000	1,055,180	1,054,982		(225)		(225)		1,054,758		(12,758)	(12,758)	49,967	01/15/2037	2FE
743410-AW-2...	PROLOGIS		04/20/2010	GOLDMAN, SACHS & CO.		100,389	100,000	99,765		2			2		99,767		622	622	707	03/15/2020	2FE
760759-AG-5...	REPUBLIC SVCS INC.		06/22/2010	CREDIT SUISSE FIRST BOSTO		228,177	225,000	224,966		1			1		224,967		3,210	3,210	3,469	03/01/2020	2FE
76111X-SD-6...	RESIDENTIAL FDG MTG 2005-S1		06/25/2010	PRINCIPAL RECEIPT		338,895	338,895	335,083	335,092		3,803		3,803		338,895			0	6,557	02/25/2020	12*
74958V-AA-6...	RFMSI SERIES TRUST 2007-S9		06/25/2010	PRINCIPAL RECEIPT		8,589	8,589	8,625							8,589			0	196	10/25/2037	12*
771196-AS-1...	ROCHE HLDGS INC.		06/03/2010	BNP PARIBAS SECURITIES BO		963,985	850,000	836,638	837,479		435		435		837,915		126,070	126,070	39,242	03/01/2019	1FE
78445X-AA-4...	SLM STUDENT LOAN TR 2010-1		06/25/2010	PRINCIPAL RECEIPT		16,278	16,278	16,278		0			0		16,278			0	18	03/25/2025	1FE
842400-FP-3...	SOUTHERN CALIF EDISON CO.		04/30/2010	CHASE SECURITIES, INC.		177,228	175,000	172,895		4			4		172,898		4,329	4,329	1,444	03/15/2040	1FE
87875U-AK-8...	TECO FIN INC.		06/23/2010	CHASE SECURITIES, INC.		77,219	75,000	74,664		7			7		74,671		2,548	2,548	1,105	03/15/2020	2FE
898404-AB-4...	TRUSTREET PPTYS INC.		04/30/2010	Call/Redemption		1,037,500	1,000,000	1,091,250	1,064,921		(64,921)		(64,921)		1,000,000		37,500	37,500	43,542	04/01/2015	1FE
90783S-AA-0...	UNION PACIFIC RR COMPANY		05/17/2010	MORGAN KEEGAN & COMPANY L		60,971	61,899	58,959	59,565		44		44		59,608		1,363	1,363	2,569	01/02/2024	1FE
913017-BP-3...	2003-1		05/11/2010	STIFEL, NICOLAUS & CO., IN		1,660,320	1,500,000	1,687,500	1,686,529		(1,032)		(1,032)		1,685,497		(25,177)	(25,177)	76,307	07/15/2038	1FE
913017-BR-2...	UNITED TECHNOLOGIES CORP.		06/07/2010	SALOMON SMITH BARNEY INC.		156,297	150,000	149,252		13			13		149,265		7,032	7,032	1,626	04/15/2020	1FE
90327L-AD-2...	USAA AUTO OWNER TR 2006-4		06/15/2010	PRINCIPAL RECEIPT		123,268	123,267	121,835	123,128		139		139		123,268			0	2,514	10/15/2012	1FE
90327P-AC-5...	USAA AUTO OWNER TR 2007-1		06/15/2010	PRINCIPAL RECEIPT		31,292	31,291	31,291		(3)			(3)		31,292			0	638	10/15/2011	1FE
92343V-AM-6...	VERIZON COMMUNICATIONS INC.		06/03/2010	MORGAN STANLEY&CO INC PRO		77,692	70,000	69,635	69,684		13		13		69,696		7,996	7,996	2,764	04/15/2018	1FE
92343V-AQ-7...	VERIZON COMMUNICATIONS INC.		05/05/2010	NOMURA SECURITIES INTL		18,968	15,000	14,916	14,922		2		2		14,924		4,044	4,044	689	11/01/2018	1FE
92343V-AV-6...	VERIZON COMMUNICATIONS INC.		06/15/2010	VARIOUS		187,195	166,000	186,045		(273)			(273)		185,772		1,423	1,423	5,297	04/01/2019	1FE
92922F-W2-0...	WAMU MTG CERT 2005-AR10		06/25/2010	PRINCIPAL RECEIPT		39,068	39,067	37,542	37,606		1,461		1,461		39,068			0	778	09/25/2035	12*
93363N-AF-2...	WAMU MTG CERT 2006-AR12		06/25/2010	PRINCIPAL RECEIPT		4,900	4,900	4,515		374			374		4,900			0	127	10/25/2036	12*
93935P-AP-4...	WAMU PTC WMLT 2007-1		06/25/2010	PRINCIPAL RECEIPT		2,507	2,507	2,335		159			159		2,507			0	69	01/25/2022	12*
94982P-AA-7...	WELLS FARGO MBS 2005-AR7		06/25/2010	PRINCIPAL RECEIPT		142,207	142,206	140,785	140,844		1,363		1,363		142,207			0	3,045	05/25/2035	12*
94983B-AA-7...	WELLS FARGO MBS 2006-4		06/25/2010	PRINCIPAL RECEIPT		8,321	8,320	8,162	8,147		174		174		8,321			0	190	04/25/2036	12*
94980S-AQ-8...	WELLS FARGO MBS 2006-9		05/25/2010	VARIOUS		1,554,418	1,614,261	1,550,700	1,553,114		6,924		6,924		1,560,038		(5,620)	(5,620)	44,459	08/25/2036	12*
94984X-AQ-3...	WELLS FARGO MBS 2007-2		06/25/2010	PRINCIPAL RECEIPT		50,837	50,837	45,245	46,273		4,564		4,564		50,837			0	1,420	03/25/2037	12*
983024-AM-2...	WYETH		06/08/2010	RBC CAPITAL MARKETS CORP.		395,336	350,000	349,276	349,438		28		28		349,466		45,870	45,870	13,247	04/01/2017	1FE
02364W-AS-4...	AMERICA MOVIL SAB DE CV, R		05/05/2010	SANTANDER INVESTMENT SECS		100,420	100,000	99,356		5			5		99,361		1,059	1,059	556	03/30/2020	1FE
3899999 - Totals - Bonds - Industrial and Miscellaneous (Unaffiliated)						41,648,395	39,680,419	40,495,402	33,767,922	9,282	31,217	0	40,499	0	40,557,036	0	1,091,357	1,091,357	1,059,440	XXX	XXX
8399997 - Total - Bonds - Part 4						347,783,163	340,618,233	346,197,110	75,629,720	9,282	(831,624)	0	(822,342)	0	345,355,166	0	2,427,987	2,427,987	3,109,056	XXX	XXX
8399999 - Total - Bonds						347,783,163	340,618,233	346,197,110	75,629,720	9,282	(831,624)	0	(822,342)	0	345,355,166	0	2,427,987	2,427,987	3,109,056	XXX	XXX
Common Stocks - Industrial and Miscellaneous (Unaffiliated)																					
418056-10-7...	HASBRO INC.		04/16/2010	VARIOUS		26,620,373	1,067,226	1,036,331					0		1,036,331		30,895	30,895		XXX	XXX
9099999 - Totals - Common Stocks - Industrial and Miscellaneous (Unaffiliated)							1,067,226	1,036,331	0	0	0	0	0	0	1,036,331	0	30,895	30,895	0	XXX	XXX
Common Stock - Mutual Funds																					
922908-88-4...	VANGUARD INDEX FDS		04/01/2010	Vanguard Group		33,416,876	1,200,000	846,115	1,092,064	(245,948)			(245,948)		846,115		353,885	353,885	516	XXX	U
922040-10-0...	VANGUARD INSTITUTIONAL INDEX FUND		04/01/2010	Vanguard Group		11,130,693	1,200,000	945,255	1,135,108	(189,853)			(189,853)		945,255		254,745	254,745	5,120	XXX	U
9299999 - Totals - Common Stocks - Mutual Funds						2,400,000	XXX	1,791,370	2,227,172	(435,801)	0	0	(435,801)	0	1,791,370	0	608,630	608,630	5,636	XXX	XXX

SCHEDULE D - PART 4

[illegible]

E05.7

Schedule DB - Part A - Section 1
NONE

Schedule DB - Part B - Section 1
NONE

Schedule DB - Part D
NONE

STATEMENT AS OF JUNE 30, 2010 OF THE CareFirst BlueChoice, Inc.

SCHEDULE E - PART 1 - CASH

[illegible]

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter							
1	2	3	4	5	6	7	8
Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
NONE							
8699999 Total Cash Equivalents					0	0	0